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# OF THE STATE OF NEBRASKA Volume 1

# EIGHTY-EIGHTH LEGISLATURE SECOND SESSION

1984

Convened January 4, 1984

Adjourned April 9, 1984

LINCOLN, NEBRASKA

Compiled

Under Authority of the Legislature

by

PATRICK J. O'DONNELL, CLERK

# OFFICERS OF THE LEGISLATURE

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FISCAL ANALYSTMichael Calvert
OMBUDSMAN
RESEARCH
JOURNAL CLERKS

# **LEGISLATURE**

# **MEMBERS**

Dist.	Name	Address	Occupation	Counties
1	R. Wiley Remmers	.Auburn	.Farmer	.Johnson, Nemaha, Otoe*, Pawnee, Richardson
2	Calvin F. Carsten	.Avoca	.Farmer	.Cass, Otoe*
3			.Real Estate	
	• •		Investments	10 / 0
4	Gary E. Hannibal	.Omaha	.Contractor	.Douglas*
5	Bernice Labedz	.Omaha	.Public Relations/	.Douglas*
			Falstaff Brewing Corporation	
6	Peter Hoagland	.Omaha	.Attorney	.Douglas*
7	Karen Kilgarin	.Omaha	.Real Estate	.Douglas*
. 8	Vard R. Johnson	.Omaha	.Attorney	.Douglas*
9	Marge Higgins	.Omaha		.Douglas*
10	Carol McBride Pirsch	.Omaha	.Supervisor Community	.Douglas*
			Relations,	
			Northwestern Bell	
			Telephone Co.	
11	Ernie Chambers	.Omaha	.Barber	.Douglas*
12			.Attorney	
13	Dave Newell	.Omaha	.State Senator	.Douglas*
14	Ron Withem	.Papillion	.Executive Director,	.Sarpy*
			Mechanical Contractors Association of Omaha	
15	Lowell C. Johnson	.North Bend	.Retired Engineer	.Dodge*
16	James E. Goll	.Tekamah	.President, Tekamah Motors	.Burt, Cuming*,
			Inc. Ford-Lincoln-Mercury	
17	Merle Von Minden	.Allen	.Farmer	.Dakota, Dixon, Wayne*

Dist.	Name	Address	Occupation	Counties
18	Harry B. Chronister	Schuyler	.Agri-Business	
19	Elroy M. Hefner	Coleridge	.Business Executive	Dodge*, Stanton .Cedar, Knox, Pierce, Wayne*
20 21 22	Richard Peterson	Norfolk	.Electrical Contractor	.Madison
23 24	Harold F. Sieck	Pleasant Dale	Real Estate Farmer Farmer	.Polk*, Seward, York
25 26 27	Donald Wesely	Lincoln	.Livestock/Farming	.Lancaster*
28 29 30	Chris Beutler	Lincoln	.Attorney/Businessman	.Lancaster* .Lancaster*
31	Gordon L. McDonald	Omaha	President, Nebraska State AFL/CIO Farmer	.Douglas*
32 33			.Retired Grain Merchant	Saline, Thayer
34	Rod Johnson	Harvard	.Farmer/Rancher	.Clay, Hall*, Hamilton, Merrick, Polk*
35 36			.Retired	

۲.

Dist.	Name	Address	Occupation	Counties
37	Martin Kahle	.Kearney	.Retired Farmer	.Buffalo*, Franklin, Kearney, Nuckolls, Webster
38	Thomas Vickers	.Farnam	.Stockman	
39	William E. "Bill" Barrett	.Lexington	.Real Estate/	.Dawson, Phelps
40	•		Attorney/Real Estate Broker and Developer	Boyd, Holt
41	Donald L. Wagner	.Ord	Farmer	.Custer*, Garfield, Greeley, Hall*, Howard, Loup, Sherman, Valley, Wheeler
42 43			.Self-Employed Businessman	.Lincoln* .Blaine, Brown, Cherry, Custer*, Hooker, Keya Paha, Logan,
44	Rex Haberman	.Imperial	.State Senator	McPherson, Rock, Thomas .Arthur, Chase, Deuel, Dundy, Grant, Hayes, Hitchcock, Keith, Lincoln*, Perkins
45	George Fenger	.Bellevue	.Real Estate	
46 47			State Senator	.Banner, Cheyenne, Garden,
48 49			.Retired	.Box Butte, Dawes,

# Clerk



## FIRST DAY - AUGUST 16, 1984

#### LEGISLATIVE JOURNAL

#### EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION

#### FIRST DAY

Legislative Chamber, Lincoln, Nebraska Thursday, August 16, 1984

Pursuant to a proclamation by His Excellency, Robert Kerrey, Governor of the State of Nebraska, the Eighty-Eighth Legislature, First Special Session assembled in the West Legislative Chamber of the State Capitol, at the hour of 10:05 a.m., Thursday, August 16, 1984, and was called to order by Speaker William E. Nichol.

#### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

Presentation of colors by the Nebraska Air National Guard Ceremonial Unit.

#### DECLARATION

Members of the Legislature:

Pursuant to a proclamation issued by the Honorable Robert Kerrey, Governor of Nebraska, we are here and now assembled in the 88th Legislature, 1st Special Session of the Nebraska Legislature. I, as President, declare that we are now open for the transaction of business.

> (Signed) William E. Nichol Speaker

#### ROLL CALL

The roll was called and the following members were present:

Abboud, Chris
Barrett, William E.
Beyer, Emil E. Jr.
Carsten, Calvin
Chambers, Ernie

Chronister, Harry	E
Clark, Robert L.	
DeCamp, John W.	
Eret, Don	
Fenger, George	

Goodrich, Glenn A.
Hall, Tim
Hannibal, Gary E.
Harris, Bill
Hefner, Elroy M.

Higgins, Marge Jacobson, Clarence E. Johnson, Lowell C. Johnson, Rod Kahle, Martin F. Labedz, Bernice Lamb, Howard A. Lundy, Ray E. Marsh, Shirley McDonald, Gordon L. Morehead, Patricia S. Nichol, William E. Pappas, James E. Peterson, Howard L. Peterson, Richard Remmers, R. Wiley Rupp, Lee Schmit, Loran Scofield, Sandra K. Sieck, Harold F. Vickers, Thomas Von Minden, Merle Wagner, Donald L. Warner, Jerome Wesely, Donald Withem, Ron

Messrs. Hoagland and Goll were excused; and Messrs. Beutler, Haberman, V. Johnson, Landis, Newell, and Mrs. Pirsch were excused until they arrive.

#### **PROCLAMATION**

BY VIRTUE OF THE AUTHORITY VESTED in the Governor by Article IV, Section 8, of the Constitution of the State of Nebraska, I, Robert Kerrey, as Governor of the State of Nebraska, believing that an extraordinary occasion has arisen, DO HEREBY CALL the Legislature of Nebraska to convene in extraordinary session at the State Capitol on Thursday, August 16, 1984, at 10:00 a.m., for the purpose of considering the following subjects:

- 1. Proposals to submit to the electorate amendments to Article VIII, Section 1 of the Constitution of the State of Nebraska to authorize the Legislature to classify, for purposes of ad valorem taxation, land used solely for agriculture or horticultural purposes.
- 2. Proposals to submit to the electorate amendments to Article VIII, Section 2 of the Constitution of the State of Nebraska to authorize the Legislature to exempt in whole or in part, for purposes of ad valorem taxation, land used solely for agriculture or horticultural purposes.
- 3. Legislation permitting the Director of the Department of Banking and Finance to take possession of a domestic financial institution which is unable to meet its obligations as they mature, whose capital is impaired, which is conducting its business in an unsafe or unauthorized manner, or which is endangering the interests of depositors or savers.
- 4. Legislation permitting the acquisition of a domestic financial institution in the possession of the Director of the Department of Banking and Finance, by a non-domestic financial institution.

I direct that members of the Legislature of the State of Nebraska be notified of the convening of this extraordinary session by mailing to each of them a copy of this Proclamation.

IN WITNESS WHEREOF, I have hereunto set my hand and caused

the Great Seal of the State of Nebraska to be affixed this 13th day of August, 1984.

(Signed) ROBERT KERREY Governor

(SEAL) Attest

(Signed) Allen J. Beermann Secretary of State

#### CERTIFICATE

State of Nebraska Department of State

I, Allen J. Beermann, Secretary of State of the State of Nebraska do hereby certify that the attached is a true and correct copy of the Official Roster of Members of the Nebraska Unicameral Legislature elected or appointed to serve in the Eighty-eighth Legislature, Special, 1984.

Further, I hereby certify that the Members so listed on the Official Roster attached hereto are the duly elected or appointed Members of the Unicameral Legislature in the State of Nebraska for the Eighty-eighth Legislature, Special, 1984.

Finally, I hereby certify that all election returns, abstracts, canvass and appointment records with reference to said members are on file in the office of Secretary of State and are a matter of public record.

In Testimony Whereof, I have hereunto set my hand and affixed the Great Seal of the State of Nebraska.

Done at Lincoln this sixteenth day of August in the year of our Lord, one thousand nine hundred and eighty-four.

(Signed) ALLEN J. BEERMANN Secretary of State

(SEAL)

# Members of Nebraska Unicameral Legislature, Extraordinary Session

1 R. Wiley Remmers	8 Vard Johnson	15 Lowell C. Johnson
2 Calvin F. Carsten	9 Marge Higgins	16 James E. Goll
3 Emil E. Beyer, Jr.	10 Carol McBride Pirsch	17 Merle Von Minden
4 Gary E. Hannibal	11 Ernest Chambers	18 Harry B. Chronister
5 Bernice Labedz	12 Chris Abboud	19 Elroy M. Hefner
6 Peter Hoagland	13 David R. Newell	20 Glenn A. Goodrich
7 Timothy John Hall	14 Ron Withem	21 Richard Peterson

22 Lee Rupp	31 Gordon McDonald	40 John W. DeCamp
23 Loran Schmit	32 Donald Eret	41 Don Wagner
24 Harold F. Sieck	33 Clarence E. Jacobson	42 James E. Pappas
25 Jerome Warner	34 Rod Johnson	43 Howard Lamb
26 Don Wesely	35 Howard Peterson	44 Rex Haberman
J .		45 George Fenger
27 L. William Harris	36 Ray Lundy	46 David Landis
28 Chris Beutler	37 Martin F. Kahle	
		47 Robert L. Clark
29 Shirley Marsh	38 Tom Vickers	48 William E. Nichol
30 Patricia S. Morehead	39 William E. Barrett	49 Sandra K. Scofield
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#### RESIGNATION

April 19, 1984

Lt. Governor Donald McGinley, Presiding Officer, Nebraska Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators,

With this letter I hereby resign as State Senator for the Seventh Legislative District, effective May 1, 1984.

It has been a great honor serving with you.

Respectfully yours, (Signed) Karen Kilgarin

cc: Members of the Legislature Governor Robert Kerrey Clerk of the Legislature

#### MESSAGE FROM THE GOVERNOR

August 9, 1984

Mr. President
Mr. Speaker and
Members of the Legislature
State Capitol Building
Lincoln, NE 68509

#### Dear Senators:

This is to inform your honorable body that I have made the following appointment requiring Legislative confirmation:

State Senator, 7th District, Nebraska State Legislature - Tim J. Hall.

(Signed) Respectfully submitted ROBERT KERREY Governor

#### MESSAGE FROM THE SECRETARY OF STATE

August 16, 1984

Patrick J. O'Donnell Clerk of the Legislature State Capitol Lincoln, Nebraska

I hand you herewith the official appointment and oath of Timothy John Hall as a Member of the Legislature from the Seventh (7th.) Legislative District for the unexpired term of Karen Kilgarin, resigned.

(Signed) Sincerely,
(ALLEN J. BEERMANN
Secretary of State

AJB:mrh Enclosure

#### **CERTIFICATE**

State of Nebraska Department of State

I, Allen J. Beermann, Secretary of State of the State of Nebraska do hereby certify that Timothy John Hall has been appointed as a Member of the Nebraska Unicameral Legislature from the Seventh (7th.) District for the unexpired term of Karen Kilgarin, resigned. The term beginning August 9, 1984 shall continue until January 9, 1985 or such time as he shall satisfactorily perform all the duties imposed upon such officer by law, and until a successor is duly elected and qualified.

I further certify that the foregoing appointment was made by Governor Robert Kerrey under the authority granted by the Constitution and by Section 32-1042 of the Revised Statutes of Nebraska.

In Testimony Whereof, I have hereunto set my hand and affixed the Great Seal of the State of Nebraska.

Done at Lincoln this sixteenth day of August in the year of our Lord, one thousand nine hundred and eighty-four.

(Signed) ALLEN J. BEERMANN Secretary of State

(SEAL)

#### **GUBERNATORIAL APPOINTMENT**

#### KNOW ALL MEN BY THESE PRESENTS:

That I, Robert Kerrey, Governor of the State of Nebraska, do hereby appoint Tim J. Hall of Omaha as a member of the Nebraska State Legislature, 7th District. This appointment shall take effect on August 9, 1984 and continue until as prescribed by law provided you shall satisfactorily perform all the duties imposed by law.

Said appointee succeeds Karen Kilgarin, resigned.

Done at Lincoln, Nebraska, this 9th day of August 1984.

(Signed) Robert Kerrey Governor, State of Nebraska

### OFFICIAL OATH

STATE OF NEBRASKA	)
	)ss
COUNTY OF LANCASTER	• )

"I, Timothy John Hall, do solemnly swear (or affirm) that I will support the Constitution of the United States, and the Constitution of the State of Nebraska, and will faithfully discharge the duties of Member of the Unicameral Legislature Dist. 7 according to the best of my ability, and that at the election at which I was chosen to fill said office, I have not improperly influenced in any way the vote of any elector, and have not accepted, nor will I accept or receive, directly or indirectly, any money or other valuable thing from any corporation, company or person, or any promise of office, for any official act or influence (for any vote I may give or withhold on any bill, resolution, or appropriation)."\*

(Signed) Timothy John Hall

Subscribed in my presence and sworn to before me this 9th day of August, 1984.

(Signed) Allen J. Beermann Notary Public

(SEAL)
\*Constitution of the State of Nebraska,
Article XV, Section One.
Replaces Senator Karen Kilgarin, Resigned.

#### REPORTS

The following reports were received by the Legislature:

Proposed lease contracts from State Building Division for the following: Hastings Regional Center, Norfolk Regional Center, Buildings 1033, 1034, 2699, and 1028 at Lincoln Air Park West, J. G. Elliott Building-Scottsbluff, Pierce County Courthouse, Lincoln Airport-General Aviation Building, and 604 The Atrium-Lincoln.

Report from the Nebraska Department of Personnel of evaluations of the competitive standing of the state's hiring rates and maximum salary rates with recommendations for any necessary revisions of such rates in accordance with section 81-1335, part 3.

Individual reports of all loans made under the Agricultural Division of the Nebraska Investment Finance Authority pursuant to Section 45 of LB 626, 1983.

Copy of the Modification of Title III Grant No. 31-31-11 from the Department of Labor, Division of Job Training, which outlines plans to serve Dislocated Workers in the Greater Nebraska Service Delivery Area.

Audit report from Auditor of Public Accounts for the following: Department of Veterans' Affairs, Mexican American Commission, Secretary of State, Department of Energy, Commission on Law Enforcement and Criminal Justice, Department on Aging, Nebraska Natural Resources Commission, Lieutenant Governor, Department of Health, Nebraska Investment Council, Department of Motor Vehicles, Legislative Council, Board of Educational Lands and Funds, Nebraska Commission for the Hearing Impaired.

Annual report from the Nebraska Development Finance Fund.

Biennial report from the Nebraska Gasohol Committee.

Modification of the Greater Nebraska Job Training Plan from the Department of Labor, Division of Job Training.

Statement of deposits to Highway Cash Fund and Roads Operation Cash Fund from the Department of Roads for March, April, May, and June.

Annual report from the Department of Roads, Highway Safety Division.

Minutes of the regular meetings of the Board of Public Roads Classifications and Standards for March, April, May, and June.

Quarterly report from the Department of Roads, Nebraska State Highway Commission.

Report of Examination of the Auditor of Public Accounts.

#### MESSAGES FROM THE GOVERNOR

April 11, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Board of Educational Lands and Funds, requiring legislative confirmation.

Appointee: Randy Bruns, Box 9, Chappell, Nebraska 69129, (308) 874-3276 - Term: 4/11/84 to 10/1/85 - Succeeds: Ed Narjes, resigned.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely,
ROBERT KERREY
Governor

April 16, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Game and Parks Commission, requiring legislative confirmation.

Appointee: Richard L. Coyne, 9929 Essex Street, Omaha, Nebraska 68114, (402) 393-7325 - Term: 5/16/84 to 1/15/87 - Succeeds: C. Mickey Skinner, resigned.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely, (Osigned) ROBERT KERREY Governor

June 7, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Motor Vehicle Industry Licensing Board, requiring legislative confirmation.

Appointee: Richard L. Noring, c/o Corvette Nebraska Inc., 110 East 3rd Street, Madison, Nebraska 68748, (402) 454-3308 (o), (402) 454-6679 (h) - Term: 6/7/84 to 5/18/87 - Succeeds: Robert Borgmann, term expired.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely, (ROBERT KERREY Governor

June 29, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Nebraska Commission for the Hearing Impaired, requiring legislative confirmation.

Appointee: John Ramold, 106 East Adams, O'Neill, Nebraska 68763, (402) 336-1335 - Term: 6/29/81 to 1/31/88 - Succeeds: Henry Barthuly, resigned.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely,
ROBERT KERREY
Governor

July 13, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the State Personnel Board, requiring legislative confirmation.

Appointee: Timothy J. Doyle, Attorney at Law, 420 American Charter Center, 206 South 13th Street, Lincoln, Nebraska 68508, 476-6585 (o) - Term: 6/13/84 to 8/4/88 - Succeeds: Charles Pallesen, resigned.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely, ROBERT KERREY Governor

July 25, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Accountability and Disclosure Commission, requiring legislative confirmation.

Appointee: Ronald R. Volkmer, 2539 North 55th Street, Omaha, Nebraska 68104, 551-6394 (h), 280-2875 (o) - Term: 7/25/84 to 7/1/90 - Succeeds: Bill Mountford, term expired.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely, ROBERT KERREY Governor

ATTORNEY GENERAL'S OPINIONS

# Opinion No. 209 April 24, 1984

## Dear Senator Pappas:

For the purpose of possible corrective legislation at the next session, you have asked us for an interpretation of LB 796, which amended §77-2704 to grant exemption from sales and use tax to oxygen sold under a doctor's prescription for aid in human respiration. You ask whether this includes equipment used to produce oxygen, and specifically whether it includes equipment referred to as "concentrators."

We have checked with medical supply people to find out what a "concentrator" is, and are informed that it is a piece of equipment, usually taken to the home of the patient, which takes oxygen from the air for the use of the patient. In other words, the patient has not bought any oxygen, he has simply bought, or, in most cases, leased, equipment which will produce oxygen.

We believe it is quite clear that such equipment does not qualify for the exemption given by LB 796. It is axiomatic that exemptions from taxation are strictly construed, and that a claimant for an exemption must show that he clearly comes within the terms of the language granting the exemption. Here, no oxygen is being purchased, but only equipment to produce it is involved. It clearly does not qualify.

You expressed your feeling that this was true, and said you believed that only oxygen and its container qualified under LB 796. We express no opinion about whether the exemption extends to the container. As we understand it, in most cases the question will not arise, as title to the container remains in the seller, who replaces the empty cylinders with full ones, and picks up the empty ones.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) Ralph H. Gillan
Assistant Attorney General

RHG:ejg

Patrick J. O'Donnell Clerk of the Legislature

> Opinion No. 217 July 16, 1984

#### Dear Senator Chronister:

This is in response to your letter of July 2, 1984, in which you are seeking an opinion as to the application of the definition of a fertilizer trailer as found in Neb.Rev.Stat. §60-301(22) (Reissue 1978) to a piece of equipment which you refer to as a "tool bar."

The equipment in question is designed to be used in the fields behind a tractor and is not designed for operation over the highways of the state. This piece of equipment, according to our understanding, performs two functions. It first loosens or cultivates the soil, eliminating the necessity of using a cultivator, and also applies fertilizer. While this piece of equipment may have a small tank mounted on top of it, the fertilizer is primarily supplied by a nurse tank pulled behind this piece of equipment. It is not designed or used to transport fertilizer to and from the fields. It is also our understanding that this piece of equipment is sometimes used solely for the purpose of cultivation without any application of fertilizer.

The piece of equipment is not a motor vehicle as that term is defined in Neb.Rev.Stat. §60-301(1) (Reissue 1978) or a trailer as that definition is set forth in Neb.Rev.Stat. §60-301(4) (Reissue 1978), and is thus not required to be registered as such under the terms of Neb.Rev.Stat. §60-302 (Reissue 1978). The only question is whether or not this piece of equipment is a fertilizer trailer as defined in Neb.Rev.Stat. §60-301(22) (Reissue 1978), and is thus required to be registered as such under the terms of Neb.Rev.Stat. §60-332 (Reissue

1978).

Section 60-301(22) provides as follows:

Fertilizer trailer shall mean any trailer designed and used exclusively to carry or apply agricultural fertilizer and having a gross weight including load thereon of twenty thousand pounds or less, which trailers shall carry on their license plate in addition to

the registration number, the letter X; . . .

While upon first glance it might appear that this piece of equipment does fall within the terms of this definition, it is also fairly certain that the definition was never intended to apply to this type of field equipment. The definition only applies, however, to equipment "designed and used exclusively to carry or apply agricultural fertilizer." As indicated, this equipment serves a dual function, not only the application of fertilizer, but also that of cultivation. Thus it would not fall within the strict terms of the definition, and thus is not required to be registered as a fertilizer trailer. As an aside, serious consideration should be given to the amendment of this particular definition to avoid such difficulties in the future.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) John Boehm
Assistant Attorney General

(Signe

JB:ejg
cc: Patrick J. O'Donnell
Clerk of the Legislature

Opinion No. 218 July 18, 1984 Dear Senator Lundy:

We are in receipt of your letter of July 13, 1984, informing us of your desire to accept temporary appointment as the Holdrege City Administrator.

In your letter you call to our attention the provisions of Article III, Section 9 of the Nebraska Constitution and ask whether or not in our opinion this constitutional provision would prohibit your accepting

this temporary position.

We agree with the research you have furnished that such a position is not an office within the meaning of Article III, Section 9, and that therefore this constitutional language would not prohibit your temporarily accepting such a position. We suggest, however, that there is a distinction between the position of City Administrator and City Manager, and our opinion in this regard is limited to the question of whether or not you might serve as temporary City Administrator.

We also note in passing the language of Article III, Section 16 of

the Nebraska Constitution which provides:

No member of the Legislature or any state officer shall have a conflict of interest, as defined by the Legislature, directly in any contract, with the state or any county or municipality thereof, authorized by any law enacted during the term for which he shall have been elected or appointed, or within one year after the

expiration of such term.

It would appear to us that the contract of employment between yourself and the City of Holdrege would not have been authorized by "any law enacted during the term for which (you) shall have been elected or appointed." However, since this constitutional provision provides further: "The Legislature shall prescribe standards and definitions for determining the existence of such conflicts of interest in contracts," we call it to your attention and suggest that you may want to make further inquiry of the Legislature itself as to whether or not any definitions have been formulated which would be different that the observation expressed above.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) Terry R. Schaaf
Assistant Attorney General

TRS:jmh L-12

cc: Patrick J. O'Donnell Clerk of the Legislature

July 19, 1984

Dear Ms. Pepperl:

This is in response to your inquiry concerning your publication of §28-1101 in the 1984 cumulative supplement in light of LB 744 and

LB 949 of the 1984 legislative session.

Enclosed is our Attorney General's Opinion No. 213, dated June 8, 1984. We call your attention particularly to the language on page 3 of said opinion that, "The changes in §28-1101 added by the latter bill (LB 949) are very minor and in no way in conflict with the changes made by LB 744. We further went on to state:

Section 49-679 (Supp. 1982) provides in part:

When one section of the statutes is amended in two or more bills in the same session of the Legislature, and has not been correlated as a part of the normal legislative process and the amendments are entirely reconcilable and not in conflict with each other, it shall be the duty of the Revisor of Statutes to correlate them so as to reflect all such amendments. . . .

It appears to us that the amendments in these two bill are entirely reconcilable and <u>must be correlated</u> by the Revisor of Statutes.

(Emphasis added.)

Neb.Rev.Stat. §49-770 (Supp. 1982), also mentioned in your letter, provides substantially the opposite of the above section, that is, that when the two bills are not entirely reconcilable and are in conflict with each other, the Revisor of Statutes shall cause only the latest version to be published. As already stated in the attached opinion, the two bills are entirely reconcilable and 49-770 does not, in our opinion, apply.

You will also note in the attached opinion that we emphasize that LB 744 was already in effect before LB 949 was passed by the Legislature and that LB 949 did not comply with Article III, Section 14, of the Nebraska Constitution and therefore, even though a later

act, would not affect the efficacy of LB 744.

If you have any further questions in this regard, please contact us.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) Mel Kammerlohr
Assistant Attorney General

(Signed

attach.
cc: Patrick J. O'Donnell
Clerk of the Legislature

Opinion No. 220 July 25, 1984

Dear Senator Pappas:

MK:ejg

You have asked our interpretation of Neb.Rev.Stat. §76-1002 (Reissue 1981), as amended by LB 679 in 1984. You asked for the reason that you will introduce corrective legislation if our

interpretation does not conform to your intention. That section now reads:

Transfers in trust of real property may be made to secure (1) existing debts or obligations created simultaneously with the execution of the trust deed, (2) future advances necessary to protect the security, (3) any future advances to be made at the option of the parties, or (4) the performance of an obligation of any other person named in the trust deed to a beneficiary. All right, title, interest, and claim in and to the trust property acquired by the trustor, or his or her successors in interest, subsequent to the execution of the trust deed, shall inure to the trustee as security for the obligation or obligations for which the trust property is conveyed in like manner as if acquired before execution of the trust deed.

The underlined material was added by LB 679. As we understand your question, you wonder what future advances will be given priority

over liens arising after the filing of the trust deed.

It appears to us that, if authorized in the trust deed itself, any future advances, to the extent authorized, will have priority as of the date of the filing of the trust deed, and hence will take priority over liens arising after the filing of the trust deed but before the future advances are made.

We believe that it is clear that in order for "future advances to be made at the option of the parties" to be covered by the lien of the trust deed, the transfer in trust must have been "made to secure" such future advances. If future advances are not mentioned, the trust deed was not made to secure them, and no lien arises. If they are provided for in the deed, they will become liens, with priority as of the filing of the deed, subject to any limitations contained in the deed.

Neb.Rev.Stat. §76-238.01 (Reissue 1981) provides for the lien of future advances on real estate mortgages, and apparently requires the mortgage to contain limitations on the amount or percentage of future advances. Since that language was not contained in LB 679, it does

not apply to trust deeds under §76-1002.

Our court has upheld the propriety of creating liens for future advances. In O'Neill Production Credit Association v. Mitchell, 209

Neb. 206, 307 N.W.2d 115 (1981), the court said:

Although mortgage clauses which undertake to secure subsequent debts are not favored in equity and are carefully scrutinized and strictly construed, they will, in the absence of other legal prohibition, be enforced to the extent they are determined to have been within the intent of the parties.

We therefore conclude that future advances authorized by the trust deed will have priority over interests in real estate perfected between the time of the filing of the trust deed and the future advance. As we understand your letter, that was your intention, in supporting LB 679.

We understand that one of your concerns is for the situation where a trust deed is taken to secure a promissory note given at the time of the execution of the trust deed, which deed provides for optional future advances. Later the borrower wants additional money, so the original note is marked "paid in full," and a new note is executed for the balance due on the old note, plus the additional funds borrowed. Your question is whether §76-1002, as it now reads, gives the new note

lien priority as of the original filing of the trust deed.

We will not undertake to advise lending institutions or their attorneys how to protect themselves in this situation, but we think it can be done without further amendment of the statute. Probably the new note should contain some recitation to the effect that it was a renewal of the old note, plus an additional advance, to make it clear that it was not an entirely new transaction. The decision of exactly how to handle this is one for the attorneys for the lender, but we do not believe any additional legislation is necessary to permit this result to be obtained.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) Ralph H. Gillan
Assistant Attorney General

RHG:eig

cc: Patrick J. O'Donnell Clerk of the Legislature

#### **MOTION - Election of Officers**

Mrs. Marsh moved that the following officers be elected to serve for the 88th Legislature, First Special Session:

Clerk of the Legislature Assistant Clerk of the Legislature Acting Sergeant At Arms Chaplain Coordinator Patrick J. O'Donnell Richard Brown Norman J. Hubertus Dr. Robert E. Palmer

The motion prevailed.

# **MOTION** - Notify Governor

Mr. Warner moved that the Speaker appoint a committee of five to notify the Governor that the Legislature is now convened, organized, and ready for the transaction of business and to return with any message the Governor may have for this, the First Special Session of the Eighty-Eighth Legislature.

The motion prevailed.

The Chair appointed Messrs. Clark, Newell, McDonald, Jacobson, and Wagner to serve on said committee.

The Legislature was at ease from 10:22 a.m. until 10:26 a.m.

The committee escorted Governor Robert Kerrey to the rostrum where he delivered the following message:

Mr. Speaker and Senators:

I want to thank you for answering my call to convene this Special Session of the Legislature. All of you are dedicated public servants. All of you have other work which occupies your summer. I am grateful for the sacrifice you make by coming together today.

I am asking you to consider the state problems which I believe are of sufficient urgency to justify our immediate attention. First, I am asking you to consider the crisis which will face many of our food producers this next year when the county assessors begin to implement the Kearney Holiday Inn decision handed down by the Nebraska Supreme Court. Second, I am asking you to consider a change in our bank law which will not only enable us to solve an immediate short-term crisis with failed financial institutions, but is also consistent with what I believe is good policy for the future.

Agriculture and banking. Both are critical to our state's health. Both are struggling now in an era of profound change. Both are

facing special crises which I hope we can solve together.

For agriculture I am offering two constitutional amendments for your consideration. I will testify that we should place one or both amendments on the ballot. I will testify that they will give us the basis by which we can attempt to continue a fair property tax system. I will present to you and all Nebraskans evidence that this constitutional change is needed. I intend to argue that it is not a tax break for agriculture; it is based on the recognition that land used for the production of food is special and unique. I intend to present evidence that Nebraskans who are angry about high property taxes should not lash out at the farmers and ranchers of this state. I will present evidence that this action is fair, reasonable, and in the best interest of all taxpayers.

The second problem that demands our immediate attention is the troubled condition of some of our financial institutions. The confidence of our people has been shaken by the failure of Commonwealth and the discovery that the NDIG did not come close to covering the loss of these depositors. The recent declaration by State Security Savings that they would seek refuge in Chapter Eleven

Bankruptcy has added to our woes.

Even before Commonwealth's collapse, however, some of this state's financial institutions have been struggling under these heavy burdens. First, there was federal deregulation which has made it more difficult to compete. Second, interest rates have fluctuated up to unheard of levels, straining the reserves of lenders who did not anticipate the end of fixed rate mortgages. Finally, the value of farm and ranch land has plumetted placing formerly solvent borrowers into sudden and cruel insolvency.

This Legislature has in the past risen to the challenge of these

changes. You passed the emergency banking powers act and the multibank holding law in 1983.

Without these actions, many of the mergers and acquisitions we have seen in the last eighteen months would not have taken place. Instead of healthy, operating entities, we would have seen boarded up shells. Your actions have prevented these disasters by enabling us to find in-state buyers quickly.

Now I am again asking you to pass legislation to help our financial community. Again there are institutions which will close their doors unless we find buyers for them. Again I am asking you to anticipate

the change by passing this legislation.

Before today we have met to discuss these and other problems which might require us to meet in this Special Session. At all times you have demonstrated a willingness to face this issue squarely and directly. I urge you to continue to do so. Both of these issues are controversial and will tend to ignite raw emotion. My hope is that through it all we will resist the temptation to split into urban versus rural interests, Nebraskan versus Nebraskan.

Thank you again for your commitment and good luck in your deliberations.

The Committee escorted the Governor from the Chamber.

#### BILLS ON FIRST READING

The following bills were read for the first time by title:

**LEGISLATIVE BILL 1.** By Speaker Nichol, 48th District, at the request of the Governor.

A BILL FOR AN ACT for submission to the electors of an amendment to Article VIII, section 2, of the Constitution of Nebraska, relating to revenue; to authorize the Legislature to exempt from taxation a portion of the value of agricultural and horticultural land by classification of owners; to provide for the time and manner of submission and form of ballot; to provide the effective date thereof; and to declare an emergency.

**LEGISLATIVE BILL 2.** By Speaker Nichol, 48th District, at the request of the Governor.

A BILL FOR AN ACT for submission to the electors of an amendment to Article VIII, section 1, of the Constitution of Nebraska, relating to revenue; to authorize the Legislature to create a separate class for taxation of agricultural and horticultural land; to provide for the time and manner of submission and form of ballot; to provide the effective date thereof; and to declare an emergency.

**LEGISLATIVE BILL 3.** By Speaker Nichol, 48th District, at the request of the Governor.

A BILL FOR AN ACT relating to financial institutions; to amend sections 8-1506 and 8-1507, Reissue Revised Statutes of Nebraska, 1943, and section 8-903, Revised Statutes Supplement, 1984; to define terms; to provide procedures for acquisition of certain failing or failed financial institutions by certain domestic and foreign institutions and companies; to repeal the original sections; and to declare an emergency.

## RESOLUTION

#### LEGISLATIVE RESOLUTION 1CA.

Introduced by DeCamp, 40th District; Haberman, 44th District; Chronister, 18th District; and Pappas, 42nd District.

A Resolution to propose an amendment to Article VIII, section 1, of the Constitution of Nebraska.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST SPECIAL SESSION:

Section 1. That at the general election in November 1984 there shall be submitted to the electors of the State of Nebraska for approval the following amendment to Article VIII, section 1, of the Constitution of Nebraska, which is hereby proposed by the Legislature:

"Sec. 1. The necessary revenue of the state and its governmental subdivisions shall be raised by taxation in such manner as the Legislature may direct. Taxes shall be levied by valuation uniformly and proportionately upon all-tangible property and franchises, except that the The Legislature may provide for a different method of taxing motor vehicles and may also for taxation purposes establish a separate class of motor vehicles consisting of those owned and held for resale by motor vehicle dealers which shall be taxed in the manner and to the extent as provided by the Legislature and may also establish a separate class for trucks, trailers, semi-trailers semitrailers, truck-tractors, or combinations thereof, consisting of those owned by residents and nonresidents of this state, and operating in interstate commerce, and may provide reciprocal and proportionate taxation of such vehicles; PROVIDED, that such tax proceeds from motor vehicles taxed in each county shall be allocated to the state, counties, townships, cities, villages, and school districts of such county in the same proportion that the levy of each bears to the total levy of said county on personal tangible property. The Legislature may enact laws to provide that the value of land actively devoted to agricultural or horticultural use shall, for property tax purposes, be that value which such land has for agricultural or horticultural use without regard to any value which such land might have for other purposes or uses, and prescribe standards and methods for the

determination of the value of real or other tangible property at uniform and proportionate values. Taxes uniform as to class of property or the ownership or use thereof may be levied by valuation or otherwise upon classes of intangible property as the Legislature may determine, and such intangible property held in trust or otherwise for the purpose of funding pension, profit-sharing, or other employee benefit plans as defined by the Legislature may be declared to be exempt from taxation. Taxes, other than property taxes, may be authorized by law. Existing revenue laws shall continue in effect until changed by the Legislature. The Legislature may provide that livestock shall constitute a separate and distinct class of property for purposes of taxation and may further provide for reciprocal and proportionate taxation of livestock located in this state for only part of a year."

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following form:

"A constitutional amendment to remove the uniformity requirement on property tax provisions.

For

Against".

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska.

# **MOTION - Suspend Rules**

Mrs. Labedz moved to suspend the rules, Rule 3, Section 13 and insert the following provision for this, the First Special Session of 1984:

All proposed constitutional amendments shall be referred to the Constitutional Revision and Recreation Committee for Public Hearing at 1:30 p.m., Thursday, August 16, in Room 1520 with continuation of said hearing on Monday August 27, 1984 in Room 1520 at 9:30 a.m.

The motion prevailed with 33 ayes, 0 nays, 13 present and not voting, and 3 excused and not voting.

#### NOTICE OF COMMITTEE HEARINGS Constitutional Revision and Recreation

LB 1 LB 2	Thursday, August 16, 1984 Thursday, August 16, 1984	1:30 p.m. 1:30 p.m.
LR 1	Thursday, August 16, 1984	1:30 p.m.
LB 1	Monday, August 27, 1984	9:30 a.m.

LB 2 Monday, August 27, 1984

9:30 a.m.

LR 1 Monday, August 27, 1984

9:30 a.m.

(Signed) Bernice Labedz, Chairperson

## Appropriations

The Appropriations Committee will meet briefly after adjournment Thursday, August 16, 1984.

(Signed) Jerome Warner, Chairperson

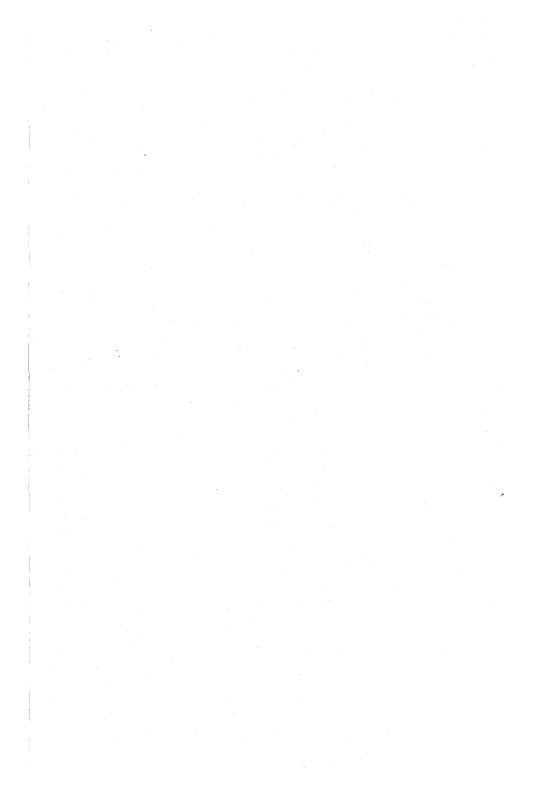
### VISITORS

Visitors to the Chamber were Mohamed Al Rifai from Kwait City Council.

#### ADJOURNMENT

At 11:01 a.m., on a motion by Mr. Hall, the Legislature adjourned until 9:00 a.m., Friday, August 17, 1984.

Patrick J. O'Donnell Clerk of the Legislature



# SECOND DAY - AUGUST 17, 1984 LEGISLATIVE JOURNAL

# SECOND DAY - AUGUST 17, 1984

#### LEGISLATIVE JOURNAL

#### EIGHTY-EIGHTH LEGISLATURE SECOND SESSION

#### SECOND DAY

Legislative Chamber, Lincoln, Nebraska Friday, August 17, 1984

Pursuant to adjournment, the Legislature met at 9:03 a.m., Speaker Nichol presiding.

#### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

#### ROLL CALL

The roll was called and all members were present except Messrs. Hoagland and Lundy who were excused; and Messrs. Chambers, Hannibal, Newell, Vickers, and Wesely who were excused until they arrive.

## CORRECTIONS FOR THE JOURNAL

The Journal for the First Day was approved.

#### MESSAGES FROM THE GOVERNOR

August 13, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment to the Commission of Industrial Relations, requiring legislative confirmation:

Appointee: J. Brad Ashford, 200 Jackson Place, 13th and Jackson

Streets, Omaha, NE 68102, 345-5831(o) - Term: 8/7/84 to 6/9/87 - Succeeds: Harvey D. Davis.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely, ROBERT KERREY Governor

#### MESSAGE FROM THE SECRETARY OF STATE

August 16, 1984

Mr. President, Mr. Speaker and Members of the Legislature State Capitol Lincoln, Nebraska 68509

Dear Mr. President and Senators:

This is to inform the honorable members of the Legislature that I have made the following appointment requiring legislative confirmation:

Appointee: Gary L. Tesar, North Platte, NE, 69101, Member of the Nebraska Accountability and Disclosure Commission, for the unexpired portion of a six year term ending June 30, 1985.

This appointment was made by me, pursuant to the provisions of Section 49-14,105 and 49-14,112.

This appointment is respectfully submitted for your consideration.

(Signed) Sincerely,
ALLEN J. BEERMANN
Secretary of State

cc: Gary L. Tesar
Accountability and Disclosure Commission
Senator Elroy M. Hefner

### REFERENCE COMMITTEE REPORT

The Legislative Council Executive Board hereby submits the attached report on the referral of Legislative Bill 3 to General File with public hearing to be conducted by the Banking, Commerce and Insurance Committee; and reference of Gubernatorial Appointments, Report No. 1, for the approval of the Nebraska State Legislature.

#### LB Committee

General File w/ Public Hearing by Banking, Commerce & Insurance

Education

Randy Bruns - Board of Educational Lands and Funds

Constitutional Revision and Recreation Richard Coyne - Game and Parks Commission

**Public Works** 

Richard Noring Motor Vehicle Industry Licensing Board

Public Health and Welfare

John Ramold - Commission for the Hearing Impaired

Government, Military and Veterans Affairs Timothy J. Doyle - State Personnel Board

Miscellaneous Subjects

Ronald R. Volkmer Accountability and Disclosure Commission

(Signed)

Vard Johnson, Chairperson Legislative Council Executive Board

# NOTICE OF COMMITTEE HEARINGS Education

Governor's appointments - Tuesday, August 28, 1984 Board of Educational Lands and Funds Randy Bruns 1:00 p.m.

Safety Center Advisory Council
Robert Gunderson
Judge Janice Walker
Carol Cope
Marvin Renner
Dr. Kenneth Kimball
Gary Lund
Fred Zwonechek
Beth Klosterman
Robert Ferguson

(Signed) Tom Vickers, Chairperson

#### Public Works

Governor's appointments - Monday, August 27, 1984

8:45 a.m.

# Richard L. Noring - Motor Vehicle Licensing Board

(Signed) Loran Schmit, Chairperson

#### POINT OF ORDER ON LB 3

Mr. DeCamp raised a point of order pursuant to Rule 6, Section 2(b), that LB 3 be referred to committee.

Mr. Barrett moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 26 ayes, 1 nay, and 22 not voting.

The Chair sustained the point and ordered LB 3 be sent to the Reference Committee.

Mr. Fenger asked unanimous consent to be excused. No objections. So ordered.

Mr. Chambers challenged the ruling of the Chair. The question is, "Shall the Chair be overruled?"

Mr. DeCamp requested a record vote on the Chambers motion to challenge the Chair.

Voting in the affirmative, 12:

Beutler Chambers Harris

Landis Johnson, V. Marsh

Morehead Newell

Scofield Vickers Wagner Warner

Voting in the negative, 32:

Abboud Barrett Bever

Carsten

DeCamp Eret Goll

Goodrich

Hefner Higgins Jacobson Johnson, L. Labedz Lamb McDonald Pappas

Pirsch Remmers Rupp Schmit Sieck

Chronister Clark

Haberman Hall

Kahle

Johnson, R. Peterson, H. Von Minden Wesely Peterson. R. Withem

Present and not voting, 1:

Nichol

Excused and not voting, 4:

Fenger

Hannibal

Hoagland

Lundy

The Chambers motion to overrule the Chair lost with 12 ayes, 32 nays, 1 present and not voting, and 4 excused and not voting.

# NOTICE OF COMMITTEE HEARING Constitutional Revision and Recreation

Governor's appointment - Monday, August 27, 1984 Richard L. Coyne - Game & Parks Commission 9:30 a.m.

(Signed) Bernice Labedz, Chairperson

#### **MOTION - Rerefer Bills**

Mr. Warner moved that LB 1, LB 2, and LR 1 be rereferred to General File to be held there till the report of the Constitutional Revision and Recreation Committee to be filed August 27, 1984.

Mr. DeCamp raised a point of order that the bills could not be placed on General File from Committee because of Rule 3, Section 19.

The Chair ruled the Warner motion out of order.

#### EASE

The Legislature was at ease from 11:04 a.m. until 11:32 a.m.

#### REFERENCE COMMITTEE REPORT

The Legislative Council Executive Board hereby submits the attached report on the re-referral of Legislative Bill 3 to the Banking, Commerce and Insurance Committee; and the reference of Gubernatorial Appointments, Report No. 2, for the approval of the Nebraska State Legislature.

#### LB Committee

3 Banking, Commerce and Insurance

Business and Labor

J. Brad Ashford - Commission of Industrial Relations

Miscellaneous Subjects

Gary J. Tesar - NE Accountability and Disclosure Commission

(Signed) Vard Johnson, Chairperson Legislative Council Executive Board

NOTICE OF COMMITTEE HEARING Banking, Commerce and Insurance

LB 3 Monday, August 27, 1984, Room 1517

12:00 noon

(Signed) John DeCamp, Chairperson

#### UNANIMOUS CONSENT - Member Excused

Mr. Beutler asked unanimous consent to be excused. No objections. So ordered.

#### MOTION - Rerefer LB 3

Mr. Chambers moved to rerefer LB 3 from the Banking Committee to the Commonwealth Committee.

Mr. Newell moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 0 nays, and 22 not voting.

Mr. Goll asked unanimous consent to be excused until he returns. No objections. So ordered.

Mr. Haberman requested a record vote on the Chambers motion to rerefer LB 3.

Voting in the affirmative, 9:

Chambers	Harris	Marsh	Vickers	Wesely
Eret	Landis	Newell	Warner	

Voting in the negative, 33:

Abboud	Goodrich	Johnson, R.	Nichol	Schmit
Barrett	Haberman	Johnson, V.	Pappas	Scofield
Beyer	Hall	Kahle	Peterson, H.	Von Minden
Carsten	Hefner	Labeuz	i cocison, it.	Wagner
Chronister	Higgins	Lamb	Pirsch	•
Clark	Jacobson	McDonald	Remmers	Withem
DeCamp	Johnson, L.	Morehead	Rupp	

Present and not voting, 1:

Sieck

Excused and not voting, 6:

Beutler	Fenger	Goll	Hannibal	Hoagland
	_			Lundy

The Chambers motion lost with 9 ayes, 33 nays, 1 present and not voting, and 6 excused and not voting.

# NOTICE OF COMMITTEE HEARING Business and Labor

Governor's appointment - Monday, August 27, 1984 J. Brad Ashford, Commission of Industrial Relations

3:00 p.m.

(Signed) William E. Barrett, Chairperson

# ADJOURNMENT

At 11:53 a.m., on a motion by Mrs. Pirsch, the Legislature adjourned until 3:30 p.m., Monday, August 27, 1984.

Patrick J. O'Donnell Clerk of the Legislature

# THIRD DAY - AUGUST 27, 1984

#### LEGISLATIVE JOURNAL

## EIGHTY-EIGHTH LEGISLATURE SECOND SESSION

#### THIRD DAY

Legislative Chamber, Lincoln, Nebraska Monday, August 27, 1984

Pursuant to adjournment, the Legislature met at 3:40 p.m., Speaker Nichol presiding.

#### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

## ROLL CALL

The roll was called and all members were present except Messrs. Beutler and Hoagland who were excused; and Messrs. Fenger, V. Johnson, and Von Minden who were excused until they arrive.

#### CORRECTIONS FOR THE JOURNAL

The Journal for the Second Day was approved.

# NOTICE OF COMMITTEE HEARINGS Government, Military and Veterans Affairs

Governor's Appointment Tuesday, August 28, 1984 Timothy Doyle - State Personnel Board

noon recess

(Signed) David Landis, Chairperson

# Miscellaneous Subjects

Governor's Appointments Thursday, August 30, 1984 1:15 p.m. Ronald R. Volkmer - Political Accountability and Disclosure Commission Gary L. Tesar - Political Accountability and Disclosure Commission

(Signed) Elroy M. Hefner, Chairperson

#### ATTORNEY GENERAL'S OPINIONS

Opinion No. 223 August 9, 1984

Dear Senator DeCamp:

This letter is in response to your earlier correspondence in which you requested our opinion as to whether certain practices of the Nebraska Racing Commission (Commission) and the Thoroughbred Racing Association violate the antitrust laws. From subsequent conversations with members of your staff, we understand that you are contemplating legislation concerning those practices. Our conclusions regarding your questions are set forth below.

The Commission has established several rules of racing which appear to be designed to aid in the identification of horses racing in Nebraska. For example, Rule 9(14) of the Commission's rules provides that no horse shall be allowed to enter any race unless that horse is duly registered and named with the registry office of the Jockey Club of New York, and unless the certification of registration, properly endorsed to the owner, is on file with the racing secretary. Rule 9(15) provides that if a horse's name is changed, its new name shall be registered with the Jockey Club, and that horse shall not be allowed to race until such time as the new certificate of registration has been issued. The Jockey Club of New York is a private association which maintains a registry office and which registers thoroughbred horses throughout the United States.

In addition to registration through the Jockey Club, Rule 13(2) (b) of the Commission's rules provides that no horse shall be allowed to race in Nebraska unless it has been lip tattooed. Lip tattoos are placed on horses by the Thoroughbred Racing Association (TRA), a private association composed of member tracks throughout the United States. TRA charges \$20.00 to tattoo a horse if that tattoo is performed at a member track, and \$40.00 to tattoo a horse if the tattoo is performed elsewhere. In Nebraska, Aksarben (Omaha) and Fonner Park (Grand Island) are members of TRA. Atokad (South Sioux City) and Columbus are not. The Jockey Club recognizes only tattoos which are placed on a horse by TRA, although it is possible to register a horse with the registry office of the Jockey Club if that horse has no TRA tattoo.

You first ask, does a practice whereby the Commission requires identification tattooing of horses to be performed only by TRA constitute a violation of the Nebraska antitrust laws?

At the outset, we would note that the Commission's rules, as presently drafted, do not appear to require that identification tattooing be done only by TRA. The rules do require that a horse be registered with the Jockey Club, and that a horse be tattooed prior to that horse's qualification for entry in a race. However, the Commission's rules do not state that TRA must be the tattooing agency, and, as we understand it, the Jockey Club will register horses

without a TRA tattoo. Therefore, under the present rules, it would seem that a horse owner could tattoo the horse himself, have the horse registered with the Jockey Club, and still be in compliance with the Commission's rules for entry in races. As a practical matter, we understand that Commission officials would not recognize an identification tattoo other than a tattoo placed on the horse by TRA.

Assuming that the Commission does require that all identification tattooing be performed by TRA, that arrangement would most likely be suspect as an exclusive dealing arrangement prohibited by Neb.Rev.Stat. §59-1605 (Reissue 1978). Section 59-1605 prohibits certain contracts for sale or sales made upon the condition that the purchaser not use the goods of the seller's competitors. Section 59-1605 parallels Section 3 of the federal Clayton Act, 15 U.S.C. §14, although the state statute is somewhat broader since it applies to services as well as to the sale of goods and other commodities. Under the apparent facts of the present situation, the Commission requirement involving tattoos by TRA does not appear to be an

impermissible exclusive dealing arrangement.

For the Commission's specification of only TRA tattoos to be actionable under the express language of §59-1605, there must either be some form of contract or agreement in force between TRA and the Commission that requires the Commission to use only TRA tattoos. or some such condition of sale imposed by TRA. Our inquiry indicates that there is no such contract or agreement between the Commission and TRA. Moreover, TRA does not condition the sale of its tattoos upon a requirement that the purchaser shall not purchase tattoos from any other provider of that service. The fact that TRA is an exclusive provider of the tattoo service is a requirement of the Commission rather than a requirement of TRA. Therefore, the situation involving the use of TRA as an exclusive tattooing agency does not appear to violate §59-1605.

It is also possible that the present situation could be characterized as a combination or conspiracy in restraint of trade or commerce in violation of Neb.Rev.Stat. §59-1603 (Reissue 1978), or a combination or conspiracy to monopolize trade or commerce in violation of Neb.Rev.Stat. §59-1604 (Reissue 1978). Those particular Nebraska statutes parallel portions of the federal Sherman Antitrust Act; specifically, 15 U.S.C. §1 and 15 U.S.C. §2. To prevail under the conspiracy portions of either of those Nebraska statutes, a plaintiff must establish some form of contract, agreement or conspiracy. Contractor Utility Sales Company v. Certain-Teed Products Corporation, 638 F.2d 1061 (7th Cir. 1981); Borough of Ellwood City, Pa. v. Pennsylvania Power Co., 570 F.Supp. 553 (D.C.Pa 1983). {Federal case law construing the federal antitrust statutes applies equally to similar Nebraska antitrust statutes under authority of Neb.Rev.Stat. §59-829 (Reissue 1978)}. We are unaware of any evidence which would indicate that there is any form of agreement or conspiracy between the Commission and TRA either to restrain trade or to monopolize trade in Nebraska. The Commission's decision to utilize TRA as an exclusive provider of the tattoo identification service appears to be a unilateral action which is not proscribed by

§59-1603 or by the conspiracy portion of §59-1604.

Finally, it might be remotely possible to characterize the exclusive tattooing arrangement as an improper "tying arrangement" in violation of Neb.Rev.Stat. §59-1603 (Reissue 1978) and Neb.Rev.Stat. §59-1605 (Reissue 1978). A tying arrangement is an agreement whereby a party sells one product (the tying product) but only on the condition that the buyer also purchase a different product (the tied product). Northern Pacific Railway v. United States, 356 U.S. 1 (1958). In the present situation, the right to race horses in Nebraska could be considered the tying product which is tied to the purchase of an identifying tattoo from TRA. However, the Commission does not sell the right to race in Nebraska, and there is no market or trade in that right. More importantly, some circuits have held that there can be no illegal tying arrangement where the company selling the tying product has no interest in the sales of the tied product of another company. Keener v. Sizzler Family Steak Houses, 597 F.2d 453 (5th Cir. 1979). In the present situation, the Commission has no interest in the sales of identifying tattoos by TRA.

On the basis of our analysis stated above, we therefore conclude that the Commission's requirement that TRA serve as the exclusive provider of identification tattooing does not violate our state antitrust laws. You next ask whether a practice whereby TRA charges a lesser fee to tattoo horses at its member tracks than at nonmember tracks violates the antitrust laws. Again, we have concluded that this

latter practice probably can withstand antitrust challenge.

The different tattooing fees charged by TRA for tattooing services performed at its member and nonmember tracks are most open to antitrust challenge as a form of tving arrangement. In this instance, the tying product is the \$20.00 reduced fee for tattooing services. Since the availability of that reduced fee appears conditioned upon membership in TRA, the tied product is membership in TRA. However, several circuit courts have indicated that a tying arrangement is unlawful only if the tying arrangement has an anticompetitive effect on the market for the tied product. See, e.g. Yentsch v. Texaco, Inc., 630 F.2d 46 (2nd Cir. 1980). In the present case, the market for the tied product is the market for membership in thoroughbred racing associations. We understand that there are no thoroughbred racing associations in competition with TRA. Therefore, since there is no market for the sale of the tied product, there can be no anticompetitive effect upon that market, and no unlawful tying arrangement. Boddicker v. Arizona State Dental Association, 680 F.2d 66 (9th Cir. 1982).

In addition to a possible tying arrangement, the differentiation in fees described in your letter could involve some form of questionable price discrimination. The applicable federal statute dealing with price discrimination is the Robinson-Patman Act, 15 U.S.C. §13. The provisions of the Robinson-Patman Act are expressly limited to the sale of commodities. In a similar fashion, the provisions of Nebraska law pertaining to local price discrimination, Neb.Rev.Stat. §\$59-501

et seq. (Reissue 1978), also apply only to price discrimination in the sale of commodities. The present situation involves the sale of a service, identification lip tattooing for horses. Therefore, neither the federal nor the state price discrimination statutes would apply to the fact situation which you have presented.

In sum, it is our view that the Nebraska Racing Commission may require that lip tattooing be performed only by TRA without violation of our antitrust laws. It is also our view that TRA may charge different tattooing fees to member and nonmember tracks without

violating our laws pertaining to restraint of trade.

Sincerely yours, PAUL L. DOUGLAS Attorney General (Signed) Dale A. Comer Assistant Attorney General

DAC:pis

Patrick J. O'Donnell cc: Clerk of the Legislature

> Opinion No. 226 August 21, 1984

#### Dear Senator Warner:

In your letter of August 17, 1984, you asked, first, whether Legislative Resolution 1, introduced at this year's special session, is within the Governor's call. We conclude that it is not.

The Governor's call called the Legislature into session for the purpose of considering four subjects. Two of these subjects deal with the taking possession of insolvent financial institutions by the Department of Banking and Finance and the acquisition of such institutions in the possession of the department by non-domestic financial institutions. LR 1 clearly has nothing to do with those two subjects, so we will look at the other two, to see if LR 1 is covered by them.

The first two subjects listed in the call are:

1. Proposals to submit to the electorate amendments to Article VIII, Section 1, of the Constitution of the State of Nebraska to authorize the Legislature to classify, for purposes of ad valorem taxation, land used solely for agricultural or horticultural purposes.

2. Proposals to submit to the electorate amendments to Article VIII, Section 2, of the Constitution of the State of Nebraska to authorize the Legislature to exempt in whole or in part, for purposes of ad valorem taxation, land used solely for agricultural or horticultural purposes.

Article IV, Section 8, of the Nebraska Constitution provides:

The Governor may, on extraordinary occasions, convene the Legislature by proclamation, stating therein the purpose for which they are convened, and the Legislature shall enter upon no business except that for which they were called together.

The last portion of this section is, of course, an express limitation upon the power of the Legislature to act at a special session. In <u>Arrow Club, Inc. v. Nebraska Liquor Control Commission</u>, 177 Neb. 686, 131 N.W.2d 134 (1964), the court said:

It is well established that the Legislature while in special session can transact no business except that for which it was called together. Chicago, B. & Q. R.R. Co. v. Wolfe, 61 Neb. 502, 86 N.W. 441. The proclamation may state the purpose for which the Legislature is convened in broad, general terms or it may limit the consideration to a specified phase of a general subject. The Legislature is free to determine in what manner the purpose shall be accomplished, but it must confine itself to the matters submitted to it by the proclamation.

In State ex rel. Douglas v. State Board of Equalization & Assessment, 205 Neb. 130, 286 N.W.2d 729 (1979), a constitutional amendment which was submitted pursuant to a resolution adopted at a special session was attacked as being in violation of the Federal Constitution, and also on the ground that the adoption of the

resolution was not within the call.

The court disposed of the case by finding the constitutional amendment to be in violation of the Federal Constitution, and did not reach the question of the validity of its submission. However, the author of the opinion, Judge Brodkey, also wrote a concurring opinion, saying that he thought the court should have considered the question of whether the adoption of the resolution was within the call, and expressed the opinion that it was not. While this opinion lacks the authority of an express holding by a majority of the court, we believe it has some weight, particularly since no member of the court wrote an opinion disagreeing with it. Judge Brodkey quoted from Arrow Club, Inc., supra, to the effect that the Legislature must confine itself to the matters submitted to it by the Governor's proclamation, and rejected the argument which had been made by respondents that the Legislature could propose constitutional amendments at all sessions, regular or special, and was not limited in such proposals by Article IV, Section 8.

LR 1 does not deal specifically with the taxation of agricultural or horticultural land, or the exemption thereof, but, instead, would submit a proposal to repeal the uniformity provisions of Article VIII, Section 1, of the Constitution. It also alters the language of that section dealing with the taxation of motor vehicles, and may, perhaps inadvertently, provide for the elimination of the separate taxation of motor vehicles, and leave only motor vehicles owned and held for resale by motor vehicle dealers, and trucks operating in interstate commerce as separate classes of motor vehicles.

The call clearly limited the constitutional amendments to be proposed to those dealing with the taxation or exemption of agricultural or horticultural land. LR 1 goes far beyond that limitation, and is not, in our opinion, authorized business under

Article IV, Section 8.

You also ask whether, if the Legislature nevertheless adopts LR 1, the Secretary of State is required to put it on the ballot, and if he does, whether it could be challenged either before or after the election as being beyond the call.

The question of whether the Secretary of State must put it on the ballot is essentially a question of what would happen should he refuse to do so. A mandamus action might be brought to compel him to put it on. He could raise a defense that the resolution went beyond the call. If the court agreed, the mandamus action would be dismissed; if

the court disagreed, he would be compelled to put it on.

We are somewhat uncertain as to the sanctions the Secretary of State might be subject to, were he to refuse to put the issue on the ballot, and no mandamus action were brought to require him to do so. We do not believe he would be subject to removal by quo warranto pursuant to Neb.Rev.Stat. §25-21,147 (Reissue 1979), because in Fitzgerald v. Kuppinger, 163 Neb. 286, 79 N.W.2d 547 (1956), the court said that it was not within the power of the Legislature to provide for the removal or suspension of the holder of a constitutional office. It is true that the court was relying primarily on Article III, Section 23 of the Constitution, which has since been repealed, but it also relied on Article IV, Section 5, and we believe the rule is still applicable.

Our opinion that LR 1 was not within the call would not protect the Secretary of State from whatever sanctions against him are available, were the court to disagree. We therefore assume that if the resolution is adopted, the Secretary of State will put it on the ballot,

unless restrained by a court order.

Certainly, an injunction action could be brought before the election to restrain the Secretary of State from putting the issue on the ballot. Furthermore, a declaratory judgment action could be brought after the election, if the amendment passed, to declare it invalid as having been improperly submitted. See, Arrow Club, Inc., supra, and Judge Brodkey's concurring opinion in State ex rel. Douglas v. State Board of Equalization & Assessment, supra.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) Ralph H. Gillan
Assistant Attorney General

RHG:ejg

Mr. Patrick J. O'Donnell Clerk of the Legislature

# STANDING COMMITTEE REPORTS Public Works

The Committee on Public Works desires to report favorably upon the appointment listed below. The Committee suggests the appointment be confirmed by the Legislature and suggests a record vote.

Richard L. Noring, c/o Corvette Nebraska Inc., Madison, Nebraska, to the Motor Vehicle Industry Licensing Board.

Voting aye: Senators Schmit, Lamb, DeCamp, Beyer, Withem, and Harris. Absent: Senators Clark and Hoagland.

(Signed) Loran Schmit, Chairperson

#### **Constitutional Revision and Recreation**

LEGISLATIVE BILL 2. Placed on General File as amended. Standing Committee amendments to LB 2: AM011S

1. On page 1, line 7, after the semicolon

- 2 insert "and"; and strike beginning with the semicolon in
- 3 line 8 through "emergency" in line 9.

2. Strike section 4.

# LEGISLATIVE RESOLUTION 1CA. Indefinitely postponed.

The Committee on Constitutional Revision and Recreation desires to report favorably upon the appointment listed below. The Committee suggests the appointment be confirmed by the Legislature and suggests a record vote.

Richard Coyne - Game and Parks Commission

Vote: For: Labedz, Abboud, Carsten, Jacobson, Rupp, and Wesely. Against: None. Absent: Sieck.

(Signed) Bernice Labedz, Chairperson

#### ADJOURNMENT

At 3:48 p.m., on a motion by Mr. Hall, the Legislature adjourned until 9:00 a.m., Tuesday, August 28, 1984.

Patrick J. O'Donnell Clerk of the Legislature

# FOURTH DAY - AUGUST 28, 1984

#### LEGISLATIVE JOURNAL

# EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION

#### FOURTH DAY

Legislative Chamber, Lincoln, Nebraska Tuesday, August 28, 1984

Pursuant to adjournment, the Legislature met at 9:00 a.m., Speaker Nichol presiding.

#### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

#### ROLL CALL

The roll was called and all members were present except Mr. Hoagland who was excused; and Messrs. Beyer, Goodrich, Harris, V. Johnson, Remmers, and Mrs. Pirsch who were excused until they arrive.

#### CORRECTIONS FOR THE JOURNAL

The Journal for the Third Day was approved.

#### ATTORNEY GENERAL'S OPINION

Opinion No. 227 August 24, 1984

Dear Senator Newell:

We have received your letter of August 15, 1984, requesting an opinion from this office regarding the constitutionality of the inclusion of land in the statutes providing for the homestead exemption.

Article VIII, Section 2 of the Nebraska Constitution provides, in pertinent part:

The Legislature may by general law provide that a portion of the value of <u>any residence actually occupied as a homestead</u> by any classification of owners as determined by the Legislature shall be

exempt from taxation. (Emphasis added).

The statutory provisions enacted by the Legislature pursuant to this constitutional authority are contained in Neb.Rev.Stat. §§77-3501 to 77-3529 (Reissue 1981 and Supp. 1983). The definition of homestead in §77-3502 provides, in part:

Homestead shall mean either (1) a <u>residence</u> or mobile home, <u>and</u> the <u>land surrounding it</u>, <u>not exceeding one acre</u>, in this state actually occupied as such by a natural person who is the owner of record thereof as of January 1 in each year, . . . (Emphasis

added).

Your initial question concerns whether the inclusion of up to one acre of the land surrounding a residence in the definition of homestead in §77-3502 exceeds the authority granted the Legislature under Article VIII, Section 2 of the Nebraska Constitution, which allows the Legislature to enact legislation to exempt from taxation a portion of the value of "any residence actually occupied as a homestead."

Generally, the word "residence," like the word "homestead," is not interpreted to refer to a dwelling or house alone; rather, it is construed to include all appurtenances, as well as the land surrounding the house which is utilized for a residential purpose. Kerns v. Warden, 88 Okla. 297, 213 P. 70 (1923). Ballantine's Law Dictionary, 564 (3d Ed. 1969) defines "homestead" as follows:

In a popular sense, the place of the home-the residence of the family; it represents the dwelling house in which the family resides, with the usual and customary appurtenances, including the outbuildings of every kind necessary or convenient for family use, and the lands used for the purposes thereof. (Emphasis added).

Similarly, Black's Law Dictionary, 660 (5th Ed. 1979) defines "homestead," in part, as "the fixed residence of the head of a family,

with the land and buildings surrounding the main house."

As was noted Article VIII, Section 2 grants the Legislature authority to enact legislation to exempt from taxation a portion of the value of "any residence actually occupied as a hometead." Based on the above-cited interpretations and definitions of the terms "residence" and "homestead," we believe that Article VIII, Section 2 provides the Legislature with the authority to include land within the definition of homestead, provided the use of such land is limited to a residential purpose. It is therefore our opinion that the Legislature has not exceeded the Constitutional grant of authority in Article VIII, Seciton 2 by including up to one acre of land surrounding a residence in the definition of homestead in §77-3502.

Having reached the conclusion that land can be included within the definition of homestead enacted by the Legislature pursuant to the authority granted by Article VIII, Section 2, we address your next question, which concerns the extent to which the Legislature could increase the quantity of land under the exemption beyond the present limitation of one acre.

The language of Article VIII, Section 2 clearly expresses an intent to limit the exemption available to any <u>residence</u> occupied as a

homestead. While the Legislature could conceivably increase the amount of land to be included within the definition of homestead, the land in question would have to be utilized strictly for a residential purpose in order to conform to the requirements of the constitutional provision. In our opinion, the authority granted under Article VIII, Section 2 clearly allows the Legislature to include within the homestead exemption only surrounding land which is residential in character.

Your final question concerns whether the Legislature could amend \$77-3502 by eliminating the one acre limitation and providing for the inclusion of agricultural land within the definition of homestead. As we noted previously, Article VIII, Section 2 clearly limits the Legislature's power to enact legislation exempting from taxation a portion of the value of residences utilized as homesteads. Only land which is residential in nature can be included within the definition of a homestead. Agricultural land, or any other income-producing land or property of a commercial nature, would not fall within the classification of land used for a residential purpose. It is therefore our opinion that Article VIII, Section 2 would prohibit the Legislature from expanding the definition of homestead in \$77-3502 to include agricultural land.

Very truly yours,
PAUL L. DOUGLAS
Attorney General
(Signed) L. Jay Bartel
Assistant Attorney General

LJB/bae cc: Patr

Patrick J. O'Donnell Clerk of the Legislature

# STANDING COMMITTEE REPORT Business and Labor

The Committee on Business and Labor desires to report favorably upon the appointment listed below. The Committee suggests the appointment be confirmed by the Legislature and suggests a record vote.

J. Brad Ashford - Judge, Commission of Industrial Relations

Vote For: Senators Barrett, Eret, Goll, McDonald, R. Peterson, and Wesely. Against: None. Absent: Senator Labedz.

(Signed) William E. Barrett, Chairperson

#### REPORT OF REGISTERED LOBBYISTS

In accordance with LB 987, passed in the 1976 session of the Legislature and amended by LB 4 and LB 41 in the 1977 session of the

Legislature, the attached is a list of all Lobbyists who have registered as of April 27, 1984. Further lists listing additional lobbyists who have registered will be filed weekly.

# (Signed) Patrick J. O'Donnell Clerk of the Legislature

Ayres, Joseph W. - Lincoln, Nebraska Society for Respiratory Therapy Boham, Ruth A. - Lincoln, (Withdrawn 4/12/84), Associated Students of the University of Nebraska

Brown, Ronald L. - Lincoln, (Withdrawn 5/31/83), Nebraska County Attorneys Association

Chizek, G. E. - Omaha, (Withdrawn 6/18/84), Northwestern Bell Telephone Company

Davis, Jeanene C. - Lincoln, Nebraska Realtors Association

Ellsworth, Jane P. - Omaha, (Withdrawn 6/5/84), Junior League of Omaha

Enewold, Richard H. - Topeka, KS, AT&T Company

Epke, Walter H. - York, (Withdrawn 6/30/83), Nebraska Livestock Markets Association

Gaches, Ronald N. - Topeka, KS, United Telephone of the West

Hancock, Ann M. - Omaha, (Withdrawn 5/1/84), The Junior Leagues of Nebraska

Jensen, Martin - Omaha, (Withdrawn 6/1/84), Brotherhood of Railway & Airline Clerks (BRAC)

Knudsen, Berkheimer, Richardson & Endacott:

Ruth, Larry L. - Lincoln, Bellwood Cooperative Credit Association, (Withdrawn 4/19/84)

Kuhn, Donna R. - Lincoln, Brotherhood of Railway & Airline Clerks (BRAC)

Kunz, David N. - Lincoln, (Withdrawn 5/25/83), Noren, Charles F.

Lombardi, Richard A. - Lincoln, (Withdrawn 5/1/84), Nebraska Association of Area Agencies of Aging; Nebraska Association of Public Employees; Nebraska Cable Communications Association; Nebraska Dental Assistants Association; Nebraska State Student Association

MacLean, James F. - Lincoln, (Withdrawn 4/15/84), Bankers Life Insurance Company of Nebraska

Madsen, Teresa I. - Omaha, (Withdrawn 7/31/83), Sierra Club, Nebraska Chapter

Nowka, Trent P. - Lincoln, Nebraska Farm Bureau Federation

Partsch, Laura J. - Lincoln, (Withdrawn 8/31/84), Nebraska Dental Association

Quick, Arlis - Lincoln, (Withdrawn 5/31/83), Junior League of Lincoln Rasmussen, Dennis - Lincoln, International Game Technology, (Withdrawn 5/1/84); Nebraska School Improvement Association, (Withdrawn 5/1/84)

Schultz, Ted E. - Lincoln, (Withdrawn 5/31/83), Nebraska Health Care Association

Smith, James D., D.C. - So. Sioux City, (Withdrawn 5/25/83), Nebraska

Chiropractic Physicians Association

Sundberg, Kristine - Minneapolis, MN, Minnegasco, Inc.

Tews & Radcliffe:

 Radcliffe, Walter H. - Lincoln, Retail Merchants Association of Nebraska, (Withdrawn 4/18/84); Scientific Games, Inc., (Withdrawn 6/29/84); State Security Savings Company; Video Consultants of Nebraska, Inc.

Triplett, Larry C. - Lincoln, (Withdrawn 5/11/84), Nebraska Realtors Association

Walsh, Virginia - Lincoln, (Withdrawn 12/31/83), Nebraska Coalition for Women

Whelan, Gerald T. - Hastings, (Withdrawn 4/17/84), ALCAN

Wilson, Stanley F. - Lincoln, (Withdrawn 1/1/84), Digital Products Corporation

Wishnick, Yale - Lincoln, (Withdrawn 7/31/83), Lincoln Education Association

# STANDING COMMITTEE REPORT Banking, Commerce and Insurance

LEGISLATIVE BILL 3. Indefinitely postponed.

(Signed) John DeCamp, Chairperson

## **UNANIMOUS CONSENT - Member Excused**

Mr. Beutler asked unanimous consent to be excused until he returns. No objections. So ordered.

#### GENERAL FILE

#### LEGISLATIVE BILL 2. Title read. Considered.

Standing Committee amendments, AM011S, found in the Journal on page 36 for the Third Day was adopted with 27 ayes, 0 nays, 15 present and not voting, and 7 excused and not voting.

Mrs. Labedz offered the following amendment: AM001S

1 1. On page 3, line 25, after "year." insert

2 "The Legislature may provide that residential property,

the use or enjoyment of which is detrimentally affected

4 by such property's proximity to environmental wastes,

5 odors, or other noxious byproducts emanating from 6 activities relating to agricultural or horticultural

7 uses, shall constitute a separate and distinct class of

8 property for purposes of taxation.".

2. On page 4, line 7, after "land" insert

10 "and certain residential property".

9

Mr. Landis moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 1 nay, and 21 not voting.

Mrs. Labedz requested a record vote on her pending amendment.

Voting in the affirmative, 12:

Voting in the negative, 27:

Barrett Beutler DeCamp Goll Hannibal	Harris Jacobson Johnson, L. Johnson, R. Kahle	Lamb Landis Lundy Marsh McDonald	Morehead Nichol Peterson, H. Peterson, R. Remmers	Rupp Scofield Sieck Vickers Von Minden Wagner
				Warner

Present and not voting, 7:

Abboud	Chronister	Clark	Fenger	Hefner
				Newell Pirsch

Excused and not voting, 3:

Bever

Hoagland

Johnson, V.

The Labedz pending amendment lost with 12 ayes, 27 nays, 7 present and not voting, and 3 excused and not voting.

Mr. Vickers offered the following amendment: AM002S

- 1. On page 3, line 11, strike "taxation" and insert "tax levies imposed in support of school
- districts and other public educational entities".
- 2. On page 4, line 7, strike "taxation" and
- insert "tax levies imposed in support of school
- districts and other public educational entities".

# MR. CLARK PRESIDING

Mr. Lamb moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 26 ayes, 5 nays, and 18 not voting.

Mr. Vickers moved for a Call of the House. The motion prevailed with 17 ayes, 0 nays, and 32 not voting.

Mr. Vickers requested a roll call vote on his amendment.

Voting in the affirmative, 17:

Beutler	Goodrich	Johnson, R.	Lundy	Rupp
DeCamp	Haberman	Labedz	Marsh	Schmit
Eret	Harris	Landis	Pappas	Sieck
Diet	Hallis	Lanuis	1 appas	Vickers Wesely

Voting in the negative, 29:

Abboud	Fenger	Jacobson	Newell	Scofield
Barrett	Goll	Johnson, L.	Nichol	Von Minden
Carsten	Hall	Kahle	Peterson, H.	Wagner
Chambers	Hannibal	Lamb	Peterson, R.	Warner
Chronister	Hefner	McDonald	Pirsch	Withem
Clark	Higgins	Morehead	Remmers	W Ithem

Excused and not voting, 3:

Beyer Hoagland Johnson, V.

The Vickers amendment lost with 17 ayes, 29 nays, and 3 excused and not voting.

The Chair declared the Call raised.

Mr. Wesely moved to indefinitely postpone LB 2.

Mr. Pappas moved the previous question. The question is, "Shall the debate now close?" The motion lost with 21 ayes, 7 nays, and 21 not voting.

Speaker Nichol moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 0 nays, and 22 not voting.

Mr. Wesely requested a record vote on his motion to indefinitely postpone LB 2.

Voting in the affirmative, 13:

Chambers Goodrich Hall	Hannibal Harris Higgins	Labedz McDonald Nichol	Pappas Pirsch Wesely	Withem
Han	iliggins	MICHOI	Wesely	

Voting in the negative, 27:

Barrett Carsten Chronister Clark DeCamp	Eret Goll Haberman Hefner Jacobson	Johnson, L. Kahle Lamb Lundy Marsh	Morehead Newell Peterson, H. Peterson, R. Remmers	Rupp Schmit Scofield Sieck Von Minden Wagner
<b>-</b>				Warner

Present and not voting, 6:

Abboud Beutler Fenger Johnson, R. Landis Vickers

Excused and not voting, 3:

Beyer Hoagland Johnson, V.

The Wesely motion to indefinitely postpone lost with 13 ayes, 27 nays, 6 present and not voting, and 3 excused and not voting.

Mr. Chambers asked unanimous consent to bracket LB 2 until August 30.

Mr. Newell objected.

Mr. Chambers moved that LB 2 be bracketed until August 30th.

The Chambers motion prevailed with 30 ayes, 6 nays, 10 present and not voting, and 3 excused and not voting.

#### RESOLUTIONS

#### LEGISLATIVE RESOLUTION 2.

Introduced by L. Johnson, 15th District; Abboud, 12th District; Barrett, 39th District; Beutler, 28th District; Beyer, 3rd District; Carsten, 2nd District; Chambers, 11th District; Chronister, 18th District; Clark, 47th District; DeCamp, 40th District; Eret, 32nd District; Fenger, 45th District; Goll, 16th District; Goodrich, 20th District; Haberman, 44th District; Hall, 7th District; Hannibal, 4th District; Harris, 27th District; Hefner, 19th District; Higgins, 9th District; Hoagland, 6th District; Jacobson, 33rd District; R. Johnson, 34th District; V. Johnson, 8th District; Kahle, 37th District; Labedz, 5th District; Lamb, 43rd District; Landis, 46th District; Lundy, 36th District; Marsh, 29th District; McDonald, 31st District; Morehead, 30th District; Newell, 13th District; Nichol, 48th District; Pappas, 42nd District; H. Peterson, 35th District; R. Peterson, 21st District; Pirsch, 10th District; Remmers, 1st District; Rupp, 22nd District; Schmit, 23rd District; Scofield, 49th District; Sieck, 24th District; Vickers, 38th District; Von Minden, 17th District; Wagner, 41st District; Warner, 25th District; Wesely, 26th District; Withem, 14th District.

WHEREAS, E. Thome Johnson served the Nebraska Legislature with distinction from 1968 through 1976; and

WHEREAS, E. Thome Johnson worked for and represented the interests of the constituents of the Fifteenth Legislative District; and

WHEREAS, E. Thome Johnson contributed greatly to his community, his county, his state, and the Legislature through his varied interests; and

WHEREAS, E. Thome Johnson died on August 13, 1984.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE, FIRST SPECIAL SESSION:

- 1. That we commemorate the many accomplishments and the years of dedicated service by E. Thome Johnson.
- 2. That we extend our sympathy to his widow, Jean, and to his other family members.
  - 3. That this Resolution be presented to Jean Johnson.

Mr. L. Johnson moved to suspend the rules, Rule 4, Section 6 to permit consideration of LR 2 today.

The motion to suspend the rules prevailed with 34 ayes, 0 nays, 12 present and not voting, and 3 excused and not voting.

LR 2 was adopted with 40 ayes, 0 nays, and 9 not voting.

#### LEGISLATIVE RESOLUTION 3.

Introduced by Abboud, 12th District; Eret, 32nd District; Barrett, 39th District; Beutler, 28th District; Beyer, 3rd District; Carsten, 2nd District; Chambers, 11th District; Chronister, 18th District; Clark, 47th District; DeCamp, 40th District; Fenger, 45th District; Goll, 16th District; Goodrich, 20th District; Haberman, 44th District; Hannibal, 4th District; Harris, 27th District; Hefner, 19th District; Higgins, 9th District; Hoagland, 6th District; Jacobson, 33rd District; L. Johnson, 15th District; R. Johnson, 34th District; V. Johnson, 8th District; Kahle, 37th District; Kilgarin, 7th District; Labedz, 5th District; Lamb, 43rd District; Landis, 46th District; Lundy, 36th District; Marsh, 29th District; McDonald, 31st District; Morehead, 30th District; Newell, 13th District; Nichol, 48th District; Pappas, 42nd District; H. Peterson, 35th District; R. Peterson, 21st District; Pirsch, 10th District; Remmers, 1st District; Rupp, 22nd District; Schmit, 23rd District; Scofield, 49th District; Sieck, 24th District; Vickers, 38th District; Von Minden, 17th District; Wagner, 41st District; Warner, 25th District; Wesely, 26th District; Withem, 14th District.

WHEREAS, the games of the XXIII Olympiad have been a great source of interest and pride for all Americans; and

WHEREAS, the efforts of all the athletes on the United States

team were recognized and applauded; and

WHEREAS, the United States athletes from Nebraska and Nebraska schools were outstanding, in particular, Jim Hartung and Scott Johnson who won gold medals in gymnastics, Lisa Rohde who won a silver medal in sculling, and Julie Vollertsen who won a silver medal in volleyball.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST

SPECIAL SESSION:

1. That the Legislature hereby congratulates Jim Hartung, Scott Johnson, Lisa Rohde, and Julie Vollertsen for their accomplishments during the recent Olympiad.

2. That a copy of this resolution be sent to each of the medalists

by the Clerk of the Legislature.

Mr. Abboud moved to suspend the rules, Rule 4, Section 6, to permit consideration of LR 3 today.

The motion to suspend the rules prevailed with 35 ayes, 0 nays, 11 present and not voting, and 3 excused and not voting.

Mr. Landis offered the following amendment to LR 3: Amend LR 3 by naming and congratulating all Nebraska Olymipians by name.

The Landis amendment was adopted with 42 ayes, 0 nays, 4 present and not voting, and 3 excused and not voting.

LR 3 was adopted with 37 ayes, 0 nays, and 12 not voting.

#### LEGISLATIVE RESOLUTION 4.

Introduced by Schmit, 23rd District; Barrett, 39th District; Beyer, 3rd District; Carsten, 2nd District; Chronister, 18th District; Clark, 47th District; DeCamp, 40th District; Eret, 32nd District; Goll, 16th District; Haberman, 44th District; Hefner, 19th District; Jacobson, 33rd District; L. Johnson, 15th District; R. Johnson, 34th District; Kahle, 37th District; Lamb, 43rd District; Lundy, 36th District; Marsh, 29th District; Morehead, 30th District; Nichol, 48th District; Pappas, 42nd District; R. Peterson, 21st District; Remmers, 1st District; Rupp, 22nd District; Scofield, 49th District; Sieck, 24th District; Vickers, 38th District; Wagner, 41st District; Warner, 25th District.

WHEREAS, agricultural land is a production asset, thus value

should relate directly to what it can earn; and

WHEREAS, market-based assessments are influenced by factors which if relied upon would permeate the market place with unrealistic value if one realizes land is a production asset; and

WHEREAS, accelerated fluctuations in farm land, as experienced in Nebraska in the past few years, threaten to impose confiscating tax burdens on our agricultural community; and

WHEREAS, nearly every state in the union has either implicitly or explicity adopted property tax legislation providing for more equitable treatment of agricultural land; and

WHEREAS, utilization of an income capitalization approach comes closer to establishing accurate valuations of agricultural and

horticultural lands; and

WHEREAS, the earning capacity of agricultural or horticultural land is probably the only common denominator in the analysis of rural sales; and

WHEREAS, there is ample justification for the utilization of different methods of valuations on logically distinguishable kinds of property without violating the uniformity and proportionality requirements of the Nebraska Constitution.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST

SPECIAL SESSION:

1. That the Legislature recognizes and declares that agricultural and horticultural land used for agricultural and horticultural purposes shall be valued, for purposes of taxation, based solely on the earning capacity of such land.

Laid over.

#### LEGISLATIVE RESOLUTION 5.

Introduced by DeCamp, 40th District.

A Resolution to propose an amendment to Article VIII, section 1, of the Constitution of Nebraska.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST SPECIAL SESSION:

Section 1. That at the general election in November 1984 there shall be submitted to the electors of the State of Nebraska for approval the following amendment to Article VIII, section 1, of the Constitution of Nebraska, which is hereby proposed by the

Legislature:

"Sec. 1. The necessary revenue of the state and its governmental subdivisions shall be raised by taxation in such manner as the Legislature may direct. Taxes shall be levied by valuation uniformly and proportionately upon all tangible property and franchises, except that the Legislature may provide for a different method of taxing motor vehicles and may also establish a separate class of motor vehicles consisting of those owned and held for resale by motor vehicle dealers which shall be taxed in the manner and to the extent as provided by the Legislature and may also establish a separate class for trucks, trailers, semitrailers semitrailers, truck-tractors, or combinations thereof, consisting of those owned by residents and

nonresidents of this state, and operating in interstate commerce, and may provide reciprocal and proportionate taxation of such vehicles; PROVIDED, that such tax proceeds from motor vehicles taxed in each county shall be allocated to the state, counties, townships, cities, villages, and school districts of such county in the same proportion that the levy of each bears to the total levy of said county on personal tangible property. The Legislature may enact laws to provide that the value of land actively devoted to agricultural or horticultural use shall, for property tax purposes, be that value which such land has for agricultural or horticultural use without regard to any value which such land might have for other purposes or uses, and prescribe standards and methods for the determination of the value of real or other tangible property at uniform and proportionate values. The Legislature may provide that agricultural and horticultural land used for agricultural or horticultural purposes shall constitute a separate and distinct class of property for purposes of taxation. Taxes uniform as to class of property or the ownership or use thereof may be levied by valuation or otherwise upon classes of intangible property as the Legislature may determine, and such intangible property held in trust or otherwise for the purpose of funding pension, profit-sharing, or other employee benefit plans as defined by the Legislature may be declared to be exempt from taxation. Taxes, other than property taxes, may be authorized by law. Existing revenue laws shall continue in effect until changed by the Legislature. The Legislature may provide that livestock shall constitute a separate and distinct class of property for purposes of taxation and may further provide for reciprocal and proportionate taxation of livestock located in this state for only part of a year.".

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following form:

"A constitutional amendment authorizing the Legislature to separately classify agricultural and horticultural land.

For

Against".

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska.

Mr. DeCamp moved to suspend the rules, Rule 4, Sections 2, 5, 6 and 8, Rule 3, Section 13 and Rule 6, Section 2 so as to allow the consideration of LR 5.

Messrs. Barrett, Chronister, R. Johnson, and R. Peterson asked unanimous consent to be excused until they return. No objections. So ordered.

Pending.

#### RECESS

At 12:02 p.m., on a motion by Mrs. Marsh, the Legislature recessed until 1:30 p.m.

### AFTER RECESS

The Legislature reconvened at 1:29 p.m., Speaker Nichol presiding.

#### ROLL CALL

The roll was called and all members were present except Mr. Hoagland who was excused; and Messrs. Beutler, Clark, V. Johnson, Warner, and Mrs. Pirsch who were excused until they arrive.

#### SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following resolution: LR 2.

# STANDING COMMITTEE REPORTS Government, Military and Veterans Affairs

The Committee on Government, Military and Veterans Affairs desires to report favorably upon the appointment listed below. The Committee suggests the appointment be confirmed by the Legislature and suggests a record vote.

Mr. Timothy Doyle - State Personnel Board

Vote: Aye: Senators Beutler, Goll, Landis, Scofield, Vickers; No: none. Excused and not voting: Senators Chambers, Higgins, and Rod Johnson.

(Signed) David Landis, Chairperson

#### Education

The Committee on Education desires to report favorably upon the appointments listed below. The Committee suggests the appointments be confirmed by the Legislature and suggests a record vote.

Randy Bruns - Board of Educational Lands and Funds

Robert Gunderson - Safety Center Advisory Council Judge Janice Walker - Safety Center Advisory Council Carol Cope - Safety Center Advisory Council Marvin Renner - Safety Center Advisory Council Dr. Kenneth Kimball - Safety Center Advisory Council Gary Lund - Safety Center Advisory Council Fred Zwonechek - Safety Center Advisory Council Beth Klosterman - Safety Center Advisory Council Robert Ferguson - Safety Center Advisory Council

Senator Harris moved to approve the appointment of Randy Bruns, seconded by Senator Goll. Voting aye: Senators Vickers, Goll, Harris, Scofield, Eret and Lamb. Voting no: none. Absent: Senators Hoagland and Newell.

Senator Harris moved to approve all appointments to Safety Center Advisory Council, seconded by Senator Goll. Voting aye: Senator Vickers, Goll, Harris, Scofield, Eret, and Lamb. Voting no: none. Absent: Senators Hoagland and Newell.

(Signed) Tom Vickers, Chairperson

#### RESOLUTIONS

#### LEGISLATIVE RESOLUTION 5. Considered.

Mr. DeCamp renewed his pending motion to suspend the rules, Rule 4, Sections 2, 5, 6 and 8, Rule 3, Section 13 and Rule 6, Section 2 so as to allow the consideration of LR 5.

Mr. DeCamp moved for a Call of the House. The motion prevailed with 21 ayes, 1 nay, and 27 not voting.

Mr. DeCamp requested a roll call vote on his motion to suspend the rules.

Voting in the affirmative, 29:

Abboud Barrett	Eret Fenger	Jacobson Johnson, L.	Morehead Nichol	Rupp Schmit
Beyer	Goll	Johnson, R.	Pappas	Scofield
Chronister	Haberman	Kahle	Peterson, H.	Sieck
Clark	Hannibal	Lamb	Peterson, R.	Von Minden
DeCamp	Hefner	Lundy	Remmers	v on williden

Voting in the negative, 16:

Carsten H	all	Labedz	Marsh McDonald Newell	Vickers Wagner Wesely Withem
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Excused and not voting, 4:

Hoagland Johnson, V. Pirsch Warner

The DeCamp motion to suspend the rules lost with 29 ayes, 16 nays, and 4 excused and not voting.

LR 5 was referred to the Executive Board.

The Chair declared the Call raised.

# LEGISLATIVE RESOLUTION 6.

Introduced by Barrett, 39th District; Chronister, 18th District; Clark, 47th District; DeCamp, 40th District; Eret, 32nd District; Goll, 16th District; Haberman, 44th District; Hefner, 19th District; Jacobson, 33rd District; R. Johnson, 34th District; Kahle, 37th District; Lamb, 43rd District; Lundy, 36th District; Marsh, 29th District; Morehead, 30th District; Nichol, 48th District; Pappas, 42nd District; R. Peterson, 21st District; Remmers, 1st District; Rupp, 22nd District; Schmit, 23rd District; Scofield, 49th District; Sieck, 24th District; Vickers, 38th District; Von Minden, 17th District; Wagner, 41st District.

A Resolution to propose an amendment to Article VIII, section 1, of the Constitution of Nebraska.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST SPECIAL SESSION:

Section 1. That at the general election in November 1984 there shall be submitted to the electors of the State of Nebraska for approval the following amendment to Article VIII, section 1, of the Constitution of Nebraska, which is hereby proposed by the Legislature:

'Sec. 1. The necessary revenue of the state and its governmental subdivisions shall be raised by taxation in such manner as the Legislature may direct. Taxes shall be levied by valuation uniformly and proportionately upon all tangible property and franchises, except that the Legislature may provide for a different method of taxing motor vehicles and may also establish a separate class of motor vehicles consisting of those owned and held for resale by motor vehicle dealers which shall be taxed in the manner and to the extent as provided by the Legislature and may also establish a separate class for trucks, trailers, semi-trailers semitrailers, truck-tractors, or combinations thereof, consisting of those owned by residents and nonresidents of this state, and operating in interstate commerce, and may provide reciprocal and proportionate taxation of such vehicles; PROVIDED, that such tax proceeds from motor vehicles taxed in each county shall be allocated to the state, counties, townships, cities, villages, and school districts of such county in the same proportion that the levy of each bears to the total levy of said county on personal tangible property. The Legislature may enact laws to provide that the value of land actively devoted to agricultural or horticultural use shall, for property tax purposes, be that value which such land has for agricultural or horticultural use without regard to any value which such land might have for other purposes or uses, and prescribe standards and methods for the determination of the value of real or other tangible property at uniform and proportionate values. Agricultural and horticultural land used for agricultural or horticultural purposes shall constitute a separate and distinct class of property for purposes of taxation. Such agricultural or horticultural land shall be valued on the basis of its earning capacity. Taxes uniform as to class of property or the ownership or use thereof may be levied by valuation or otherwise upon classes of intangible property as the Legislature may determine, and such intangible property held in trust or otherwise for the purpose of funding pension, profit-sharing, or other employee benefit plans as defined by the Legislature may be declared to be exempt from taxation. Taxes, other than property taxes, may be authorized by law. Existing revenue laws shall continue in effect until changed by the Legislature. Legislature may provide that livestock shall constitute a separate and distinct class of property for purposes of taxation and may further provide for reciprocal and proportionate taxation of livestock located in this state for only part of a year.".

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following

form:

"A constitutional amendment to separately classify agricultural and horticultural land and to provide a basis for valuation.

For

Against".

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska.

Mr. Hefner moved to suspend the rules, Rule 4, Sections 2, 5, 6 and 8, Rule 3, Section 13 and Rule 6, Section 2 so as to allow the consideration of LR 6.

Mrs. Labedz requested a division of the question on the motion to suspend the rules to divide out Rule 6, Section 2 so as to consider it separately from the balance of the Hefner motion.

The Chair ruled the motion divisible.

Mr. Goll asked unanimous consent to be excused until he returns. No objections. So ordered.

Mrs. Higgins moved the previous question. The question is, "Shall the

debate now close?" The motion prevailed with 30 ayes, 1 nay, and 18 not voting.

Mr. Hefner moved for a Call of the House. The motion prevailed with 23 ayes, 0 nays, and 26 not voting.

Mr. Hefner requested a roll call vote on his motion to suspend the rules, as divided.

Voting in the affirmative, 28:

Abboud	Eret	Johnson, R.	Pappas	Sieck
Barrett	Haberman	Kahle	Peterson, R.	Vickers
Beyer	Hall	Lamb	Remmers	Von Minden
Chronister	Hefner	Lundy	Rupp	
Clark	Jacobson	Morehead	Schmit	Wagner
DeCamp	Johnson, L.	Nichol	Scofield	

Voting in the negative, 19:

Beutler	Goodrich	Johnson, V.	McDonald	Warner
Carsten	Hannibal	Labedz	Newell	Wesely
Chambers	Harris	Landis	Peterson, H.	Withem
Fenger	Higgins	Marsh	Pirsch	

Excused and not voting, 2:

Goll Hoagland

The Hefner motion, as divided, lost with 28 ayes, 19 nays, and 2 excused and not voting.

LR 6 was referred to the Executive Board.

The Chair declared the Call raised.

#### MOTION - Unbracket LB 2

Mr. Hefner moved to unbracket LB 2.

Mr. R. Johnson asked unanimous consent to be excused until he returns. No objections. So ordered.

The Hefner motion to unbracket prevailed with 40 ayes, 1 nay, 5 present and not voting, and 3 excused and not voting.

Mr. Fenger asked unanimous consent to be excused until he returns. No objections. So ordered.

#### GENERAL FILE

# LEGISLATIVE BILL 2. Considered.

Mr. Schmit moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 0 nays, and 22 not voting.

Mr. Hefner requested a record vote on the advancement of the bill.

Voting in the affirmative, 33:

Beutler H Beyer H Carsten J Chronister J Clark K	Iaberman L Iefner M acobson M ohnson, L. M Kahle N	undy Iarsh IcDonald Iorehead Iewell	Peterson, H. Peterson, R. Remmers Rupp	Sieck Vickers Von Minden Wagner Warner
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Voting in the negative, 12:

Abboud Chambers	Goodrich Hall	Hannibal Harris	Higgins Johnson, V.	Labedz Pirsch Weselv
				Withem

Excused and not voting, 4:

Fenger Goll Hoagland Johnson, R.

Advanced to E & R for Review with 33 ayes, 12 nays, and 4 excused and not voting.

# **MOTION - Suspend Rules**

Mr. Schmit moved to suspend the rules, Rule 4, Section 6 to permit consideration of LR 4 today.

Mr. Barrett moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 0 nays, and 22 not voting.

The Schmit motion to suspend the rules prevailed with 30 ayes, 12 nays, 5 present and not voting, and 2 excused and not voting.

# SELECT FILE

**LEGISLATIVE BILL 2.** Placed on Select File as amended. E & R amendment to LB 2: AM5001

- 1 1. On page 1, strike beginning with "create"
- 2 in line 4 through "land" in line 6 and insert

3 "separately classify agricultural and horticultural land

4 for purposes of taxation".

(Signed) Rod Johnson, Chairperson

#### MOTION - Place LB 3 on General File

Mr. Chambers moved that LB 3 be placed on General File, notwithstanding the action of the Committee.

Laid over.

### **UNANIMOUS CONSENT - Print in Journal**

Mr. Newell asked unanimous consent to print the following amendment to LB 2 in the Journal. No objections. So ordered.

#### AM015S

1 1. On page 3, line 11, after the period

- insert "If the Legislature provides that agricultural
- and horticultural land shall constitute a separate and
- distinct class of property the Legislature shall
- annually reestablish such separate and distinct class.". 5

Mr. Landis asked unanimous consent to print the following amendment to LB 2 in the Journal. No objections. So ordered.

#### AM0017S

9

- 1. Strike original sections 1 through 4 and
- insert new sections as follows:
- 3 "Section 1. That at the general election in
  - November 1984 there shall be submitted to the electors
- of the State of Nebraska for approval the following
- amendment to Article VIII, section 2, of the Constitution of Nebraska, which is hereby proposed by
- 7
- 8 the Legislature:
  - 'Sec. 2. The property of the state and its
- governmental subdivisions shall be exempt from taxation. 10
- 11 The Legislature by general law may exempt property owned
- by and used exclusively for agricultural and
- horticultural societies, and property owned and used
- exclusively for educational, religious, charitable, or 14
- 15 cemetery purposes, when such property is not owned or
- used for financial gain or profit to either the owner or 16
- user. Household goods and personal effects, as defined by law, may be exempted from taxation in whole or in 18
- part, as may be provided by general law, and the 19
- 20 Legislature may prescribe a formula for the 21 determination of value of household goods and personal
- effects. The Legislature by general law may provide

that the increased value of land by reason of shade or ornamental trees planted along the highway shall not be taken into account in the assessment of such land. The Legislature by general law and upon any terms. conditions, and restrictions it prescribes, may provide that the increased value of real property resulting from improvements designed primarily for energy conservation may be exempt from taxation. The value of a home substantially contributed by the Veterans' 7 8 9 Administration of the United States for a paraplegic veteran or multiple amputee shall be exempt from 10 11 taxation during the life of such veteran or until the 12 death of his widow or her remarriage. The Legislature 13 may exempt from an intangible property tax life 14 insurance and life insurance annuity contracts and any 15 payment connected therewith and any right to pension or 16 retirement payments. The Legislature may classify 17 personal property in such manner as it sees fit, and may 18 exempt any of such classes, or may exempt all personal 19 property from taxation. No property shall be exempt 20 from taxation except as provided in the Constitution. 21 The Legislature may by general law provide that a 22 portion of the value of any residence actually occupied 23 as a homestead by any classification of owners as 24 determined by the Legislature shall be exempt from taxation. The Legislature may exempt from taxation a 25 26 portion of the value of land used for agricultural or horticultural purposes by any classification of owners 1 2 as determined by the Legislature.'. 3 Sec. 2. The proposed amendment shall be 4

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following form:

8 following form: 9 'A constitut

'A constitutional amendment authorizing the Legislature to exempt from taxation a portion of the value of agricultural or horticultural land by classification of owners.

13 For

6

7

10

11

12

14 Against'.

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska."

Mressrs. Sieck and Hefner asked unanimous consent to print the following amendment to <u>LB 2</u> in the Journal. No objections. So ordered.

#### AM0013S

- 1. On page 3, strike beginning with "The" in
- line 7 through "agricultural" in line 8 and insert "Agricultural"; and in line 11, after "taxation." insert 3
- "Such agricultural or horticultural land shall be valued 4
- 5 on the basis of its earning capacity.".
  - On page 4, strike beginning with
- "authorizing" in line 5 through "Legislature" in line 6;
- and in line 7 after "taxation" insert "and to provide a
- basis for valuation".

# **MOTION** - Adjournment

Mr. Landis moved to adjourn until 9:00 a.m. on August 29, 1984.

The motion lost with 5 ayes, 28 nays, 14 present and not voting, and 2 excused and not voting.

#### RESOLUTION

#### LEGISLATIVE RESOLUTION 4. Considered.

Mr. Chambers offered the following amendment:

Amend "shall" to "should" in "Resolve" and strike "and" and insert "or" between the words "agricultural and horticultural".

The Chambers amendment was adopted with 34 ayes, 0 nays, 13 present and not voting, and 2 excused and not voting.

Mr. Haberman moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 28 ayes, 0 nays, and 21 not voting.

Mr. L. Johnson requested a record vote on the adoption of LR 4.

Voting in the affirmative, 31:

Barrett	Eret	Johnson, R.	Nichol	Schmit
Beyer	Goll	Kahle	Pappas	Scofield
Carsten	Haberman	Lamb	Peterson, H.	Sieck
Chronister	Hefner	Lundy	Peterson, R.	Vickers
Clark	Jacobson	Marsh	Remmers	Von Minden Wagner
DeCamp	Johnson, L.	Morehead	Rupp	Wagner Warner

Voting in the negative, 16:

Abboud	Chambers	Hall	Harris	Johnson, V.
Beutler	Goodrich	Hannibal	Higgins	Labedz

Landis

McDonald

Newell

Pirsch

Wesely Withem

Excused and not voting, 2:

Fenger

Hoagland

LR 4 was adopted with 31 ayes, 16 nays, and 2 excused and not voting.

#### VISITORS

Visitors to the Chamber were Janet Edwards from Harvard; Senator Wesely's daughter, Sara; and Mr. and Mrs. Tom Houza from Morse Bluffs.

#### ADJOURNMENT

At 4:23 p.m., on a motion by Mr. Eret, the Legislature adjourned until 9:00 a.m., Wednesday, August 29, 1984.

Patrick J. O'Donnell Clerk of the Legislature

# FIFTH DAY - AUGUST 29, 1984

#### LEGISLATIVE JOURNAL

# EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION

#### FIFTH DAY

Legislative Chamber, Lincoln, Nebraska Wednesday, August 29, 1984

Pursuant to adjournment, the Legislature met at 9:01 a.m., Speaker Nichol presiding.

#### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

#### ROLL CALL

The roll was called and all members were present except Mr. Hoagland who was excused; and Messrs. Beutler, R. Johnson, Newell, Von Minden, Warner, and Mesdames Morehead and Pirsch who were excused until they arrive.

### CORRECTIONS FOR THE JOURNAL

Page 22, line 4, strike "SECOND" and insert "FIRST SPECIAL". Page 29, line 4, strike "SECOND" and insert "FIRST SPECIAL". The Journals for the Second and Third Day were approved as corrected.

Page 58, line 8, strike "Harvard" and insert "Howard County." The Journal for the Fourth Day was approved as corrected.

#### ANNOUNCEMENT

The Chair announced today is Senator Abboud's birthday.

# **MOTION - Approve Appointments**

Mr. Schmit moved the adoption of the report of the Public Works Committee for the following Governor appointment found in the Journal on page 36: Richard L. Noring - Motor Vehicle Industry Licensing Board.

Voting in the affirmative, 30:

Voting in the negative, 0.

Present and not voting, 12:

Barrett Chambers Haberman Beyer Eret Harris	Johnson, V. Kahle	Marsh Remmers Rupp Sieck
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Excused and not voting, 7:

Beutler Hoagland Morehead Ne	well Peterson, R. Pirsch Warner
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The appointment was confirmed with 30 ayes, 0 nays, 12 present and not voting, and 7 excused and not voting.

Mrs. Labedz moved the adoption of the report of the Constitutional Revision and Recreation Committee for the following Governor appointment found in the Journal on page 36: Richard Coyne - Game and Parks Commission.

Voting in the affirmative, 28:

Abboud	Fenger	Jacobson	Lundy	Scofield
Barrett	Goll	Johnson, L.	Marsh	Vickers
Carsten	Goodrich	Johnson, R.	McDonald	Von Minden
Chronister	Hall	Johnson, V.	Nichol	Weselv
Clark	Hannibal	Labedz	Pappas	wesely
DeCamp	Higgins	Landis	Peterson, H.	

Voting in the negative, 0.

Present and not voting, 14:

Beyer	Haberman	Kahle	Rupp	Wagner
Chambers	Harris	Lamb	$\mathbf{Schmit}$	Withem
Eret	Hefner	Remmers	Sieck	

Excused and not voting, 7:

Beutler

Hoagland

Morehead

Newell

Peterson, R. Pirsch Warner

The appointment was confirmed with 28 ayes, 0 nays, 14 present and not voting, and 7 excused and not voting.

Mr. Barrett moved the adoption of the report of the Business and Labor Committee for the following Governor appointment found in the Journal on page 39: J. Brad Ashford - Judge, Commission of Industrial Relations.

Voting in the affirmative, 36:

Abboud Barrett Bever Fenger Goodrich Haberman Higgins Jacobson Johnson, L. Landis Lundy Marsh McDonald Rupp Schmit Scofield Vickers Von Minden

Carsten Chronister Clark Eret Hall Hannibal Harris Hefner Johnson, R. Johnson, V. Kahle Lamb

Pappas Peterson, H. Remmers

Wagner Wesely Withem

Voting in the negative, 0.

Present and not voting, 6:

Chambers

DeCamp

Goll

Labedz

Nichol Sieck

Excused and not voting, 7:

Beutler

Hoagland

Morehead

Newell

Peterson, R. Pirsch

Warner

The appointment was confirmed with 36 ayes, 0 nays, 6 present and not voting, and 7 excused and not voting.

Mr. Landis moved the adoption of the report of the Government, Military and Veterans Affairs Committee for the following Governor appointment found in the Journal on page 49: Timothy Doyle - State Personnel Board.

Voting in the affirmative, 36:

Abboud Barrett Bever Carsten Chronister Clark DeCamp Eret Fenger Goll Goodrich Hall Hannibal Higgins Jacobson

Johnson, L. Lamb Nichol Rupp Vickers Johnson, V. Schmit Von Minden Landis Pappas Wagner Kahle Lundy Peterson, H. Scofield Weselv Labedz Marsh Remmers Sieck Withem

Voting in the negative, 0.

Present and not voting, 6:

Chambers Haberman Harris Hefner Johnson, R.
McDonald

Excused and not voting, 7:

Beutler Hoagland Morehead Newell Peterson, R.
Pirsch
Warner

The appointment was confirmed with 36 ayes, 0 nays, 6 present and not voting, and 7 excused and not voting.

Mr. Vickers moved the adoption of the report of the Education Committee for the following Governor appointments found in the Journal on page 49:

Randy Bruns - Board of Educational Lands and Funds Robert Gunderson - Safety Center Advisory Council Judge Janice Walker - Safety Center Advisory Council Carol Cope - Safety Center Advisory Council Marvin Renner - Safety Center Advisory Council Dr. Kenneth Kimball - Safety Center Advisory Council Gary Lund - Safety Center Advisory Council Fred Zwonechek - Safety Center Advisory Council Beth Klosterman - Safety Center Advisory Council Robert Ferguson - Safety Center Advisory Council

Voting in the affirmative, 37:

Abboud Eret Harris Landis Rupp Schmit Barrett Fenger Higgins Lundy Scofield Goll Jacobson McDonald Bever Sieck Nichol Goodrich Johnson, L. Carsten Vickers Haberman Pappas Chronister Johnson, R. Von Minden Wagner Clark Hall Johnson, V. Peterson, H. Weselv DeCamp Hannibal Lamb Remmers Withem

Voting in the negative, 0.

Present and not voting, 5:

Chambers

Hefner

Kahle

Labedz

Marsh

Excused and not voting, 7:

Beutler

Hoagland

Morehead

Newell

Peterson, R.

Pirsch Warner

The appointments were confirmed with 37 ayes, 0 nays, 5 present and not voting, and 7 excused and not voting.

#### RESOLUTION

## LEGISLATIVE RESOLUTION 5. Considered.

Mr. DeCamp moved to suspend the rules, Rule 4, Sections 2, 5, 6 and 8, Rule 3, Section 4 (e) and 13 and Rule 6, Section 2 so as to allow the consideration of LR 5.

Mr. DeCamp moved for a Call of the House. The motion prevailed with 19 ayes, 0 nays, and 30 not voting.

Mr. DeCamp requested a roll call vote on his motion to suspend the rules.

Voting in the affirmative, 24:

Barrett Bever Clark DeCamp

Eret

Haberman Hefner Jacobson Johnson, L.

Lundy Marsh Morehead Nichol

Lamb

Pappas Peterson, H. Peterson, R.

Remmers

Rupp

Scofield Von Minden Wagner

Schmit

Voting in the negative, 22:

Abboud Beutler Carsten

Chambers

Chronister Fenger Goll

Kahle

Hannibal Harris Goodrich Higgins

Hall

Johnson, R. Johnson, V. Labedz

Landis

McDonald Pirsch Sieck Vickers Weselv Withem

Excused and not voting, 3:

Hoagland

Newell

Warner

The DeCamp motion lost with 24 ayes, 22 nays, and 3 excused and not voting.

The Chair declared the Call raised.

### SELECT FILE

LEGISLATIVE BILL 2. E & R amendment, AM5001, found in the Journal on page 54 for the Fourth Day was adopted.

Messrs. Sieck and Hefner asked unanimous consent to withdraw their pending amendment, AM0013S, found in the Journal on page 56. No objections. So ordered.

Messrs. Sieck and Hefner offered the following amendment:

1. On page 3, strike beginning with "The" in line 7 through

"agricultural" in line 8 and insert "Agricultural".

2. On page 4, strike beginning with "authorizing" in line 5 through "Legislature" in line 6: and in line 7 after "taxation" insert "and to provide a basis for valuation".

### MR. KAHLE PRESIDING

### SPEAKER NICHOL PRESIDING

The Sieck-Hefner amendment lost with 5 ayes, 31 nays, 11 present and not voting, and 2 excused and not voting.

Mr. Landis renewed his pending amendment, AM0017S, found in the Journal on page 55.

Mr. Newell requested a record vote on the Landis amendment.

Voting in the affirmative, 15:

Abboud	Goodrich	Labedz	Marsh	Vickers
DeCamp	Hefner	Landis	McDonald	Wesely
Eret	Johnson, V.	Lundy	Newell	Withem

Voting in the negative, 27:

Barrett	Fenger	Higgins	Lamb	Remmers
Beyer	Goll	Jacobson	Morehead	Rupp
Carsten	Haberman	Johnson, L.	Pappas	Schmit Scofield
Chronister	Hall	Johnson, R.	Peterson, H.	Sieck
Clark	Harris	Kahle	Pirsch	Von Minden
				Wagner

Present and not voting, 5:

Beutler Chambers Hannibal Nichol Peterson, R.

Excused and not voting, 2:

Hoagland Warner The Landis amendment lost with 15 ayes, 27 nays, 5 present and not voting, and 2 excused and not voting.

Messrs. Hefner and Lamb asked unanimous consent to be excused until they return. No objections. So ordered.

Mrs. Labedz offered the following amendment: AM001S

1 1. On page 3, line 25, after "year." insert

- 2 "The Legislature may provide that residential property,
- 3 the use or enjoyment of which is detrimentally affected
- 4 by such property's proximity to environmental wastes.
- 5 odors, or other noxious byproducts emanating from
- 6 activities relating to agricultural or horticultural
- 7 uses, shall constitute a separate and distinct class of
- 8 property for purposes of taxation.".
  - 2. On page 4, line 7, after "land" insert
- 10 "and certain residential property".

Mr. Fenger raised a point of order on whether the Labedz amendment is within the scope of the Proclamation as issued by the Governor.

The Chair sustained Mr. Fenger's point of order and ruled the Labedz amendment out of order.

Mr. Schmit asked unanimous consent to be excused until he returns. No objections. So ordered.

Mr. Newell renewed his pending amendment, AM015S, found in the Journal on page 55.

Mr. Newell asked unanimous consent to withdraw his pending amendment. No objections. So ordered.

Mr. DeCamp offered the following amendment: Line 9, page 3, after "used" add the word "solely".

The DeCamp amendment was adopted with 25 ayes, 6 nays, 13 present and not voting, and 5 excused and not voting.

Mr. DeCamp offered the following amendment:

To amend LB 2 to read as follows, on page 2, line 8, strike the period and insert "except after December 31, 1985, any tax imposed upon real property shall not exceed one and one half percent of its valuation."

 $Mr.\ Fenger$  asked unanimous consent to be excused until he returns. No objections. So ordered.

Mr. Chambers raised a point of order on whether the DeCamp amendment is within the scope of the Proclamation as issued by the Governor.

The Chair sustained Mr. Chambers' point of order and ruled the DeCamp amendment out of order.

Mr. V. Johnson offered the following amendment:

To amend LB 2 by striking the words "solely used for" in line 9, page 3 and substituting "actively devoted to" and by striking "purposes" in line 10, page 3 and substituting "uses".

The V. Johnson amendment was adopted with 32 ayes, 1 nay, 10 present and not voting, and 6 excused and not voting.

Mr. Vickers offered the following amendment:

That LB 2 be amended as follows: page 3, line 9, following "land", insert "and improvements"

Page 4, line 7, following "land" insert "and improvements"

Mr. Clark raised a point of order on whether the Vickers amendment is within the scope of the Proclamation as issued by the Governor.

The Chair sustained Mr. Clark's point of order and ruled the Vickers amendment out of order.

Mr. Clark moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 26 ayes, 1 nay, and 22 not voting.

Mrs. Labedz requested a machine vote on the advancement of the bill.

Mr. Haberman requested a record vote on the advancement of the bill.

Voting in the affirmative, 33:

Barrett	Eret	Kahle	Nichol	Scofield
$\mathbf{Beutler}$	Goll	Lamb	Pappas	Sieck
Beyer	Haberman	Lundy	Peterson, H.	Vickers
Carsten	Hefner	Marsh	Peterson, R.	
Chronister	Jacobson	McDonald	Remmers	Von Minden
Clark	Johnson, L.	Morehead	Rupp	Wagner
DeCamp	Johnson, R.	Newell	Schmit	-

### Voting in the negative, 14:

Abboud	Goodrich	Harris	Labedz	Wesely
Chambers	Hall	Higgins	Landis	Withem
Fenger	Hannibal	Johnson, V.	Pirsch	

Hoagland Warner

Advanced to E & R for Engrossment with 33 ayes, 14 nays, and 2 excused and not voting.

Mrs. Higgins moved to adjourn sine die. The motion lost with 10 ayes, 29 nays, 8 present and not voting, and 2 excused and not voting.

### VISITOR

Visitor to the Chamber was Bob Brauninger from Hemingford.

### RECESS

At 11:58 a.m., on a motion by Mrs. Higgins, the Legislature recessed until 1:30 p.m.

### AFTER RECESS

The Legislature reconvened at 1:31 p.m., Speaker Nichol presiding.

### ROLL CALL

The roll was called and all members were present except Messrs. Goodrich, V. Johnson, Sieck, and Wagner who were excused until they arrive.

### SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following resolutions: LR 3 and LR 4.

### SELECT COMMITTEE REPORTS Enrollment and Review

### Correctly Engrossed

The following bill was correctly engrossed: LB 2.

(Signed) Rod Johnson, Chairperson

### Enrollment and Review Change to LB 2

The following changes, required to be reported for publication in the Journal, have been made: ER001S

- 1. In lieu of the V. Johnson amendment adopted on August 29:
- (a) The DeCamp amendment adopted on August 29 has been struck;

and

(b) On page 3, line 9, "<u>used for</u>" has been struck and "<u>actively devoted to</u>" inserted; and in line 10 "<u>purposes</u>" has been struck and "<u>uses</u>" inserted.

### (Signed) Steve Huggenberger E & R Attorney

### ANNOUNCEMENT

Mr. Chronister announced that the Committee on Committees has this day taken action to appoint Senator Gary Hannibal to serve as a member of the Appropriations Committee; Senator Carol Pirsch to serve as a member of the Revenue Committee; Senator Marge Higgins to serve on the Miscellaneous Subjects Committee and Senator Tim Hall to serve on the Judiciary and Government, Military and Veterans Affairs Committees.

### MOTION - Place LB 3 on General File

Mr. Chambers renewed his pending motion found in the Journal on page 55 to place LB 3 on General File notwithstanding the action of the Committee.

Mr. Fenger moved the previous question. The question is, "Shall the debate now close?" The motion lost with 9 ayes, 18 nays, and 22 not voting.

### MRS. MARSH PRESIDING

Mr. Pappas moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 27 ayes, 2 nays, and 20 not voting.

Mr. Chambers moved for a Call of the House. The motion prevailed with 26 ayes, 0 nays, and 23 not voting.

Mrs. Labedz requested a record vote on the Chambers motion to place LB 3 on General File.

Voting in the affirmative, 24:

Beutler	Harris	Landis	Newell	Sieck
Chambers	Hoagland	Lundy	Nichol	Warner
Eret	Johnson, V.	Marsh	Peterson, H.	Weselv
Hall	Labedz	McDonald	Pirsch	Withem
Hannibal	Lamb	Morehead	Schmit	** 10110111

Voting in the negative, 24:

Abboud	Clark	Hefner	Kahle	Scofield
Barrett	DeCamp	Higgins	Pappas	Vickers
Beyer	Fenger	Jacobson	Peterson, R.	Von Minden
Carsten	Goll	Johnson, L.	Remmers	Wagner
Chronister	Haberman	Johnson, R.	Rupp	wagner

Excused and not voting, 1:

### Goodrich

The Chambers motion lost with 24 ayes, 24 nays, and 1 excused and not voting.

### RESOLUTION

### LEGISLATIVE RESOLUTION 7.

Introduced by DeCamp, 40th District; Schmit, 23rd District; Kahle, 37th District; Rupp, 22nd District; Nichol, 48th District; Clark, 47th District; Jacobson, 33rd District; H. Peterson, 35th District; L. Johnson, 15th District; R Johnson, 34th District; Pappas, 42nd District; Newell, 13 District.

A Resolution to propose an amendment to Article VIII, section 1, of the Constitution of Nebraska.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST SPECIAL SESSION:

Section 1. That at the general election in November 1984 there shall be submitted to the electors of the State of Nebraska for approval the following amendment to Article VIII, section 1, of the Constitution of Nebraska, which is hereby proposed by the Legislature:

"Sec. 1. The necessary revenue of the state and its governmental subdivisions shall be raised by taxation in such manner as the Legislature may direct. Taxes shall be levied by valuation uniformly and proportionately upon all tangible property and franchises, except that the Legislature may provide for a different method of taxing motor vehicles and may also establish a separate class of motor vehicles consisting of those owned and held for resale by motor vehicle dealers which shall be taxed in the manner and to the extent as provided by the Legislature and may also establish a separate class for trucks, trailers, semi-trailers semitrailers, truck-tractors, or combinations thereof, consisting of those owned by residents and nonresidents of this state, and operating in interstate commerce, and may provide reciprocal and proportionate taxation of such vehicles; PROVIDED, that such tax proceeds from motor vehicles taxed in each county shall be allocated to the state, counties, townships, cities, villages, and school districts of such county in the same proportion that the levy of each bears to the total levy of said county on personal tangible property. The Legislature may enact laws to provide that the value of land actively devoted to agricultural or horticultural use shall, for property tax purposes, be that value which such land has for agricultural or horticultural use without regard to any value which such land might have for other purposes or uses, and prescribe standards and methods for the determination of the value of real or other tangible property at uniform and proportionate values. The Legislature may provide that agricultural and horticultural land actively devoted to agricultural or horticultural uses shall constitute a separate and distinct class of property for purposes of taxation. Taxes uniform as to class of property or the ownership or use thereof may be levied by valuation or otherwise upon classes of intangible property as the Legislature may determine, and such intangible property held in trust or otherwise for the purpose of funding pension, profit-sharing, or other employee benefit plans as defined by the Legislature may be declared to be exempt from taxation. Taxes, other than property taxes, may be authorized by law. Existing revenue laws shall continue in effect until changed by the Legislature. Legislature may provide that livestock shall constitute a separate and distinct class of property for purposes of taxation and may further provide for reciprocal and proportionate taxation of livestock located in this state for only part of a year.".

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following

form:

"A constitutional amendment authorizing the Legislature to separately classify agricultural and horticultural land.

For

Against".

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska.

Mr. DeCamp moved to suspend the rules, Rule 4, Sections 2, 5, 6 and 8, Rule 3, Section 13 and Rule 6, Section 2 so as to allow the consideration of LR 7.

Mr. Wagner moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 29 ayes, 1 nay, and 19 not voting.

Mr. Haberman requested a roll call vote on the DeCamp motion to suspend the rules.

Voting in the affirmative, 30:

Barrett	Fenger	Jacobson	Morehead	Pirsch
Beyer	Haberman	Johnson, L.	Newell	Rupp
Chronister	Hall	Johnson, R.	Nichol	Schmit
Clark	Hannibal	Johnson, V.	Pappas	Von Minden
DeCamp	Hefner	Kahle	Peterson, H.	Wagner
Eret	Higgins	Lamb	Peterson, R.	Withem

Voting in the negative, 16:

Abboud	Chambers	Hoagland	Lundy	Sieck
Beutler	Goll	Labedz	McDonald	Vickers
Carsten	Harris	Landis	Remmers	Warner Wesely

Present and not voting, 2:

Marsh Scofield

Excused and not voting, 1:

### Goodrich

The DeCamp motion to suspend the rules prevailed with 30 ayes, 16 nays, 2 present and not voting, and 1 excused and not voting.

Mr. Warner offered the following amendment to LR 7.

On page 2, line 26 strike "actively devoted to" and insert "used solely for"

On page 3, line 1 strike "uses" and insert "purposes".

### SPEAKER NICHOL PRESIDING

Mr. Pappas moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 34 ayes, 0 nays, and 15 not voting.

The Warner amendment was adopted with 34 ayes, 2 nays, 12 present and not voting, and 1 excused and not voting.

Messrs. Sieck and Newell asked unanimous consent to be excused. No objections. So ordered.

Mr. Beutler moved to bracket LR 7 until Thursday, August 30th.

The Beutler motion prevailed with 31 ayes, 0 nays, 15 present and not voting, and 3 excused and not voting.

### MOTION - Return LB 2 to Select File

Mr. Warner moved to return LB 2 to Select File for the following

specific amendment:

To amend LB 2, strike the Vard Johnson amendment to the green copy adopted on 8-29-84.

The Warner motion to return prevailed with 25 ayes, 0 nays, 21 present and not voting, and 3 excused and not voting.

### SELECT FILE

**LEGISLATIVE BILL 2.** The Warner specific amendment found in this day's Journal was adopted with 26 ayes, 2 nays, 18 present and not voting, and 3 excused and not voting.

Advanced to E & R for Re-Engrossment.

### MOTION - Return LB 2 to Select File

Mr. Hoagland moved to return LB 2 to Select File for the following specific amendment:

To amend LB 2 by inserting the word "land" after "agricultural" in line 8, page 3.

The Hoagland motion to return prevailed with 25 ayes, 0 nays, 21 present and not voting, and 3 excused and not voting.

#### SELECT FILE

**LEGISLATIVE BILL 2.** The Hoagland specific amendment found in this day's Journal was adopted with 30 ayes, 0 nays, 16 present and not voting, and 3 excused and not voting.

Advanced to E & R for Re-Engrossment with 26 ayes, 8 nays, 12 present and not voting, and 3 excused and not voting.

### RESOLUTION

### LEGISLATIVE RESOLUTION 7. Considered.

Mr. DeCamp offered the following amendment:

To amend LR 7 on page 2 line 25 after the word "agricultural" insert the word "land"

Mr. Beutler asked unanimous consent to be excused. No objections. So ordered.

The DeCamp amendment was adopted with 28 ayes, 0 nays, 17 present and not voting, and 4 excused and not voting.

Mr. Wesely moved to adjourn sine die. The motion lost with 6 ayes, 24 nays, 15 present and not voting, and 4 excused and not voting.

### EASE

The Legislature was at ease from 5:02 p.m. until 5:04 p.m.

### SELECT COMMITTEE REPORTS Enrollment and Review

### Correctly Re-Engrossed

The following bill was correctly re-engrossed: LB 2.

(Signed) Rod Johnson, Chairperson

### VISITOR

Visitor to the Chamber was Mr. Larry Sheppard from Keya Paha county.

### ADJOURNMENT

At 5:05 p.m., on a motion by Mrs. Morehead, the Legislature adjourned until 9:00 a.m., Thursday, August 30, 1984.

Patrick J. O'Donnell Clerk of the Legislature

### SIXTH DAY - AUGUST 30, 1984 LEGISLATIVE JOURNAL

### SIXTH DAY - AUGUST 30, 1984

### LEGISLATIVE JOURNAL

### EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION

### SIXTH DAY

Legislative Chamber, Lincoln, Nebraska Thursday, August 30, 1984

Pursuant to adjournment, the Legislature met at 9:00 a.m., Speaker Nichol presiding.

### PRAYER

The prayer was offered by Dr. Robert Palmer, Westminster Presbyterian Church, Lincoln, Nebraska.

### ROLL CALL

The roll was called and all members were present except Messrs. Hannibal, V. Johnson, Landis, Newell, Rupp, Wesely, and Mesdames Higgins and Pirsch were excused until they arrive.

### CORRECTIONS FOR THE JOURNAL

The Journal for the Fifth Day was approved.

### SELECT COMMITTEE REPORTS Enrollment and Review

### Enrollment and Review Changes to LB 2

The following changes, required to be reported for publication in the Journal, have been made: ER0002

1. The E and R change on pages 67 and 68 of the Journal has been struck.

(Signed) Steve Huggenberger E & R Attorney

### COMMITTEE ON COMMITTEES REPORT

Mr. Chronister moved to have the Committee on Committees Report

approved, found in the Journal on page 68 to appoint Senator Gary Hannibal to serve as a member of the Appropriations Committee; Senator Carol Pirsch to serve as a member of the Revenue Committee; Senator Marge Higgins to serve on the Miscellaneous Subjects Committee and Senator Tim Hall to serve on the Judiciary and Government, Military and Veterans Affairs Committee.

The motion prevailed with 33 ayes, 0 nays, 11 present and not voting, and 5 excused and not voting.

### RESOLUTION

### LEGISLATIVE RESOLUTION 7. Considered.

Mr. Chambers moved to indefinitely postpone LR 7.

Mr. Pappas moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 31 ayes, 0 nays, and 18 not voting.

Mr. Chambers requested a record vote on his motion to indefinitely postpone LR 7.

Voting in the affirmative, 12:

Chambers Fenger	Hall Harris	Higgins Hoagland	Labedz Landis	McDonald Pirsch Wesely Withem
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Voting in the negative, 31:

Barrett	Goll	Kahle	Nichol	Schmit
Beyer	Haberman	Lamb	Pappas	Scofield
Carsten	Hefner	Lundy	Peterson, H.	Sieck
Chronister	Jacobson	Marsh	Peterson, R.	Vickers
Clark	Johnson, L.	Morehead	Remmers	Von Minden
DeCamp	Johnson, R.	Newell	Rupp	Wagner Warner

Present and not voting, 4:

Abboud Beutler Eret Goodrich

Excused and not voting, 2:

Hannibal Johnson, V.

The Chambers motion lost with 12 ayes, 31 nays, 4 present and not voting, and 2 excused and not voting.

Mr. Chambers offered the following amendment:

Amend LR 7 page 2 in line 2 of new language, strike "may", insert "shall".

Mrs. Higgins moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 30 ayes, 0 nays, and 19 not voting.

Mr. Chambers moved for a Call of the House. The motion prevailed with 16 ayes, 0 nays, and 33 not voting.

Mr. Chambers requested a record vote on his amendment.

Voting in the affirmative, 4:

Chambers Hall Higgins Labedz

Voting in the negative, 41:

Abboud Goll Morehead Johnson, L. Rupp Johnson, R. Schmit Barrett Goodrich Newell Scofield Beyer Haberman Kahle Nichol Vickers Carsten Hannibal Lamb Pappas Von Minden Chronister Harris Landis Peterson, H. Wagner Hefner Lundy Clark Peterson, R. Warner Marsh DeCamp Hoagland Pirsch Weselv Fenger Jacobson McDonald Remmers Withem

Present and not voting, 3:

Beutler Eret Sieck

Excused and not voting, 1:

Johnson, V.

The Chambers amendment lost with 4 ayes, 41 nays, 3 present and not voting, and 1 excused and not voting.

Mrs. Higgins moved the previous question. The question is, "Shall the debate now close?" The motion prevailed with 34 ayes, 2 nays, and 13 not voting.

### RESOLUTION ON FINAL READING

The following resolution was read and put upon final passage:

LEGISLATIVE RESOLUTION 7.

A Resolution to propose an amendment to Article VIII, section 1, of the Constitution of Nebraska.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE EIGHTY-EIGHTH LEGISLATURE OF NEBRASKA, FIRST SPECIAL SESSION:

Section 1. That at the general election in November 1984 there shall be submitted to the electors of the State of Nebraska for approval the following amendment to Article VIII, section 1, of the Constitution of Nebraska, which is hereby proposed by the

Legislature:

'Sec. 1. The necessary revenue of the state and its governmental subdivisions shall be raised by taxation in such manner as the Legislature may direct. Taxes shall be levied by valuation uniformly and proportionately upon all tangible property and franchises, except that the Legislature may provide for a different method of taxing motor vehicles and may also establish a separate class of motor vehicles consisting of those owned and held for resale by motor vehicle dealers which shall be taxed in the manner and to the extent as provided by the Legislature and may also establish a separate class for trucks, trailers, semi-trailers semitrailers, truck-tractors, or combinations thereof, consisting of those owned by residents and nonresidents of this state, and operating in interstate commerce, and may provide reciprocal and proportionate taxation of such vehicles; PROVIDED, that such tax proceeds from motor vehicles taxed in each county shall be allocated to the state, counties, townships, cities, villages, and school districts of such county in the same proportion that the levy of each bears to the total levy of said county on personal tangible property. The Legislature may enact laws to provide that the value of land actively devoted to agricultural or horticultural use shall, for property tax purposes, be that value which such land has for agricultural or horticultural use without regard to any value which such land might have for other purposes or uses, and prescribe standards and methods for the determination of the value of real or other tangible property at uniform and proportionate values. The Legislature may provide that agricultural land and horticultural land used solely for agricultural or horticultural purposes shall constitute a separate and distinct class of property for purposes of taxation. Taxes uniform as to class of property or the ownership or use thereof may be levied by valuation or otherwise upon classes of intangible property as the Legislature may determine, and such intangible property held in trust or otherwise for the purpose of funding pension, profit-sharing, or other employee benefit plans as defined by the Legislature may be declared to be exempt from taxation. Taxes, other than property taxes, may be authorized by law. Existing revenue laws shall continue in effect until changed by the Legislature. Legislature may provide that livestock shall constitute a separate and distinct class of property for purposes of taxation and may further provide for reciprocal and proportionate taxation of livestock located

in this state for only part of a year.".

Sec. 2. The proposed amendment shall be submitted to the electors in the manner prescribed by Article XVI, section 1, of the Constitution of Nebraska. The proposition for the submission of the proposed amendment shall be placed upon the ballot in the following form:

"A constitutional amendment authorizing the Legislature to

separately classify agricultural and horticultural land.

For

Against".

Sec. 3. That the proposed amendment, if adopted, shall be in force and take effect immediately upon the completion of the canvass of the votes, at which time it shall be the duty of the Governor to proclaim it as a part of the Constitution of Nebraska.

Mr. Chambers requested a roll call vote.

Voting in the affirmative, 32:

Barrett	$\mathbf{DeCamp}$	Johnson, L.	Morehead	Remmers
Beutler	Eret	Johnson, R.	Newell	Rupp
Beyer	Goll	Kahle	Nichol	Schmit Scofield
Carsten	Haberman	Lamb	Pappas	Sieck
Chronister	Hefner	Lundy	Peterson, H.	Vickers
Clark	Jacobson	Marsh	Peterson, R.	Von Minden Wagner

Voting in the negative, 16:

Goodrich	Harris	Labedz	Pirsch
Hall	Higgins	Landis	Warner
Hannibal	Hoagland	McDonald	Wesely Withem
	Hall	Hall Higgins	Hall Higgins Landis

Excused and not voting, 1:

Johnson, V.

A constitutional three-fifths majority having voted in the affirmative, the resolution was declared passed for the general election.

### SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following resolution: LR 7.

### MOTION - Advise Governor

Mr. Newell moved that a committee of five be appointed to wait upon

the Governor to advise him that the Legislature has completed its work and is ready to adjourn and to ask if he has any further message for the Legislature.

The motion prevailed.

The Chair appointed Ms. Scofield, Messrs. Hall, McDonald, Lundy, and Wagner to serve on said Committee.

The Committee escorted Governor Robert Kerrey to the rostrum where he spoke to the members briefly.

The Committee escorted the Governor from the Chamber.

### PRESENTED TO THE SECRETARY OF STATE

Presented to the Secretary of State on August 30, 1984, at 10:51 a.m., was the following resolution: LR 7.

(Signed) Jan Loder, Enrolling Clerk

### **MOTION - Disposition of Bills and Resolutions**

Mr. L. Johnson moved that all bills and resolutions not otherwise disposed of be indefinitely postponed.

The motion prevailed.

### **MOTION** - Approve Legislative Journal

Mr. Clark moved that the Legislative Journal for the Sixth Day be approved as prepared by the Clerk.

The motion prevailed.

### MESSAGE FROM THE SECRETARY OF STATE

August 30, 1984

Patrick J. O'Donnell Clerk of the Legislature State Capitol

Dear Mr. O'Donnell:

L.R. 7, adopted on August 30, 1984, by the Eighty-eighth Legislature of Nebraska, first special session (extraordinary), to provide that agricultural land and horticultural land used solely for agricultural and horticultural purposes shall constitute a separate and distinct class of property for purposes of taxation was received in

the office of Secretary of State at 10:55 a.m. on August 30, 1984.

L.R. 7 is now on file in the office of Secretary of State and is a matter of public record.

The Secretary of State will carrry out all statutory requirements for the placing of the constitutional amendment on the ballot, publication and preparation of sample ballots.

(Signed)

Respectfully Submitted. RALPH ENGLERT Deputy Secretary of State

(Certificate attached)

### CERTIFICATE

State of Nebraska Department of State

I, Allen J. Beermann, Secretary of State of the State of Nebraska do hereby certify that L.R. 7, adopted on August 30, 1984, by the Eighty-eighth Legislature of Nebraska, first special session (extraordinary), to provide that agricultural land and horticultural land used solely for agricultural and horticultural purposes shall constitute a separate and distinct class of property for purposes of taxation was received in the office of Secretary of State at 10:55 a.m. on August 30, 1984.

Further, I hereby certify that the original of L.R. 7 is on file in the office of the Secretary of State and is now a matter of public record.

Finally, I hereby certify that the Secretary of State shall forthwith carry out all statutory requirements with regard to the placing of the constitutional amendment on the ballot for the November 6, 1984 General Election, including the publication thereof, at least three times in every legal newspaper of the State of Nebraska and the preparation of sample ballots to be sent to the respective counties.

Further, I saith not.

In Testimony Whereof, I have hereunto set my hand and affixed the Great Seal of the State of Nebraska.

Done at Lincoln this thirtieth day of August in the year of our Lord, one thousand nine hundred and eighty-four.

(SEAL)

Allen J. Beermann, Secretary of State Ralph Englert, Deputy Mr. Jacobson moved that the Eighty-Eighth Legislature, First Special Session of the Legislature having finished all business before it, now at 10:58 a.m. adjourn sine die.

The motion prevailed.

Patrick J. O'Donnell Clerk of the Legislature

82 No 42

### **CHRONOLOGY OF BILLS**

### EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION 1984

LEG	ISLA	TI	VE BILL 1. By Speaker Nichol, at request of Governo	or
Aug. Aug.			Read first timeLabedz motion to suspend rules prevailed. Referred to Committee on Constitutional	18
			Revision and Recreation. Notice of hearings (8-16) and (8-27)	20
Aug.	17	2	Warner motion to rerefer to General File ruled out of order	
Aug.	28	4	Attorney General's Opinion #227 to Newell	37
Aug.			Indefinitely postponed	
LEG	ISLA	ΛΤΙ	VE BILL 2. By Speaker Nichol, at request of Governo	or
Aug.	16		Read first time	18
Aug.	16	1	Labedz motion to suspend rules prevailed. Referred to Committee on Constitutional Revision and Recreation. Notice of	
			hearing (8-16)	20
Aug.	16	1		21
Aug.			Warner motion to rerefer to General File ruled out of order	
Aug.	27	3	Placed on General File - Com am #0115	
Aug.			Committee amendment #0115 adopted. Labedz amendment #001S and Vickers amendment #002S lost. Wesely motion to indefinitely	50
			postpone lost. Chambers motion to bracket until 8/30 prevailed	41
Aug.	28	4	Hefner motion to unbracket prevailed.  Advanced for Review	
Aug.	28	4	Placed on Select File - AM5001	53 54
Aug.			Newell amendment #0015S and Landis	

			amendment #0017S printed	55
Aug.	28	4	Sieck-Hefner amendment #0013S printed	
Aug.	29	5	AM5001 (E & R) adopted. Sieck-Hefner	
·			amendment #0013S p. 56 withdrawn.	
			Sieck-Hefner amendment and Landis	
			pending amendment p. 55 lost.	
			Labedz reoffered amendment #0015S	
			ruled out of order. Newell pending	
			amendment #0015S p. 55 withdrawn.	
			DeCamp and V. Johnson amendments	
			adopted. DeCamp and Vickers amendments	
			ruled out of order. Advanced for	
			Engrossment	64
Aug.	29	5	Correctly Engrossed. ER001S change	
Aug.		5	Returned to Select File for Warner	07
Aug.	2)	J	amendment. Warner amendment adopted.	
			Advanced for Re-Engrossment	71
Aug.	20	5	Returned to Select File for Hoagland	/ 1
Aug.	2)	J	amendment. Hoagland amendment adopted.	
			Advanced for Re-Engrossment	72
Aug.	20	5	Correctly Re-Engrossed	
Aug.		6	ER0002 change	
Aug.		6	Indefinitely postponed	79
rug.	50	U	machinery postponed	1)
	rot .	T 1	WE BUILD BY CO. I. WILL BY CO.	
LEG	ISLA	111	WE BILL 3. By Speaker Nichol, at request of Governo	r
Aug.	16	1	Read first time	18
Aug.		2	Referred to General File with hearing in	
			Banking, Commerce and Insurance Committee .	24
Aug.	17	2	Point of order. DeCamp motion to refer to	
			Reference Committee prevailed. Chambers	
			motion to overrule Chair lost	25
Aug.	17	2	Referred to Banking, Commerce and	
			Insurance Committee	26
Aug.	17	2	Notice of hearing (8-27). Chambers	
		_	motion to rerefer to Commonwealth	
			Committee lost	27
Aug.	28	4		
Aug.		4	Chambers motion to place on General	
		•	File laid over	55
Aug.	29	5		
		-	on General File lost	68

# CHRONOLOGY OF CONSTITUTIONAL AMENDMENT RESOLUTIONS

### EIGHTY-EIGHTH LEGISLATURE FIRST SPECIAL SESSION 1984

LEG1 Chron			VE RESOLUTION 1CA. By DeCamp, Haberm appas	ıan
Aug	16	1	Read first time	19
			Labedz motion to suspend rules prevailed. Referred to Committee on Constitutional Revision and Recreation. Notice of hearing (8/16)	
Aug.	16	1	Notice of hearing (8/27)	2
Aug.			Warner motion to rerefer to General File ruled out of order	
Aug.	27	3	Attorney General's Opinion to Warner	3.
Aug.		3	Indefinitely postponed	30
LEGI	ISLA	T	VE RESOLUTION 5CA. By DeCamp	
Aug.	28	4	Read first time	4
Aug.	28	4	DeCamp motion to suspend rules pending	4
Aug.	28	4	DeCamp pending motion to suspend rules lost	50
Aug.	28	4	Referred to Executive Board	5
Aug.	29	5	DeCamp motion to suspend rules lost	6.
Aug.	30		Indefinitely postponed	
DeCa Kahle	mp, e, La ners,	Er mb,	VE RESOLUTION 6CA. By Barrett, Chronister, Cla et, Goll, Haberman, Hefner, Jacobson, R. Johns Lundy, Marsh, Morehead, Nichol, Pappas, R. Peters upp, Schmit, Scofield, Sieck, Vickers, Von Mind	son son
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Aug.	20	7	(as divided) lost. Referred to	

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Aug.	30	6	Indefinitely postponed	79
	, Nic	hol,	VE RESOLUTION 7CA. By DeCamp, Schmit, Kal Clark, Jacobson, H. Peterson, L. Johnson, R. Johns ell	
Aug.	29	5	Read first time. DeCamp motion to suspend rules prevailed. Warner amendment adopted. Beutler motion to bracket until 8/30 prevailed	69
Aug.	29	5	DeCamp amendment adopted	
Aug.			Chambers motion to indefinitely postpone lost. Chambers amendment lost. Final Reading 32-16-1	
Aug.	30	6	Speaker signed	
Aug.	30		Presented to Secretary of State.  Message from Secretary of State	
Aug.	30	6	Certificate	

### LEGISLATIVE BILLS AND CONSTITUTIONAL AMENDMENT RESOLUTIONS BY INTRODUCERS

### WILLIAM E. BARRETT

LR	
6CA*	Provide agricultural and horticultural separate tax class
	and base valuation on earning capacity.

	HARRY B. CHRONISTER
LR	
1CA*	Eliminates requirement that taxes be levied uniformly and proportionately.
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
	ROBERT L. CLARK
LR	
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
7CA*	Provide separate tax class for agricultural and horticultural land.
	IOUN W DECAMD

### JOHN W. DECAMP

LK	
1CA*	Eliminates requirement that taxes be levied uniformly and proportionately.
5CA	Provide separate tax class for agricultural and horticultural land.
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
7CA*	Provide separate tax class for agricultural and horticultural land.

### DON ERET

LR 6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### JAMES E. GOLL

LR 6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### LEGISLATIVE JOURNAL

	REX HABERMAN
LR	
1CA*	Eliminates requirement that taxes be levied uniformly and proportionately.
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
	ELROY M. HEFNER
LR 6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
	CLARENCE E. JACOBSON
LR	
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
7CA*	Provide separate tax class for agricultural and horticultural land.
	LOWELL C. JOHNSON
LR 7CA*	Provide separate tax class for agricultural and horticultural land.
LR	ROD JOHNSON
6CA*	Provide agricultural and horticultural separate tax class
OCA	and base valuation on earning capacity.
7CA*	Provide separate tax class for agricultural and horticultural land.
	MARTIN F. KAHLE
LR	
6CA*	Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
7CA*	Provide separate tax class for agricultural and horticultural land.
•	HOWADD A LAMB

#### HOWARD A. LAMB

LR

6CA\*

Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### RAY E. LUNDY

LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### SHIRLEY MARSH

LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### PATRICIA S. MOREHEAD

LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### DAVE NEWELL

LR

7CA\* Provide separate tax class for agricultural and horticultural land.

### WILLIAM E. NICHOL

LB

- 1\*\* Exempt from taxation a portion of agricultural and horticultural land.
- 2\*\* Create separate tax class for agricultural and horticultural land.
- 3\*\* Provide acquisition procedures for failing financial institutions.

LR

- 6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
- 7CA\* Provide separate tax class for agricultural and horticultural land.

### JAMES E. PAPPAS

LR

- 1CA\* Eliminates requirement that taxes be levied uniformly and proportionately.
- 6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.
- 7CA\* Provide separate tax class for agricultural and horticultural land.

### HOWARD L. PETERSON

### I.R

7CA\* Provide separate tax class for agricultural and horticultural land.

### RICHARD PETERSON

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### R. WILEY REMMERS

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### LEE RUPP

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

7CA\* Provide separate tax class for agricultural and

### LORAN SCHMIT

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

7CA\* Provide separate tax class for agricultural and horticultural land.

### SANDRA K. SCOFIELD

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### HAROLD F. SIECK

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### THOMAS VICKERS

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### MERLE VON MINDEN

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

### DONALD L. WAGNER

### LR

6CA\* Provide agricultural and horticultural separate tax class and base valuation on earning capacity.

- \* With others.
- \*\* At the request of the Governor.

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### Banking, Commerce and Insurance

Chairperson - John DeCamp

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### **Constitutional Revision and Recreation**

Chairperson - Bernice Labedz

1 2 LR1CA

### **SUMMARY OF LEGISLATION**

### Eighty-Eighth Legislature, First Special Session

Total number of bills introduced: 3 Total number of resolutions introduced: 7

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LR7CA

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